

CITY OF LAPEER, MICHIGAN  
 COMBINING BALANCE SHEET  
 SPECIAL REVENUE FUNDS  
 JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

	MAJOR STREET	LOCAL STREET	PARKS AND RECREATION	MT. HOPE CEMETERY
ASSETS				
Cash	\$ 138,304.04	\$ 342,930.34	\$ 257,375.12	\$ 10,156.12
Accounts receivable	10,732.14	167.64	93,941.47	911.49
Due from other funds	199,623.02		3,209.26	
Due from state	78,025.53	22,280.38		
Prepaid expenses	510.83	510.83	10,448.41	2,018.37
TOTAL ASSETS	<u>\$ 427,195.56</u>	<u>\$ 365,889.19</u>	<u>\$ 364,974.26</u>	<u>\$ 13,085.98</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	\$ 8,352.83	\$ 2,235.32	\$ 60,454.10	\$ 2,344.86
Payroll and taxes payable	1,203.02	725.26	12,851.79	1,423.58
Due to other funds				
TOTAL LIABILITIES	<u>9,555.85</u>	<u>2,960.58</u>	<u>73,305.89</u>	<u>3,768.44</u>
FUND BALANCE				
Unreserved	<u>417,639.71</u>	<u>362,928.61</u>	<u>291,668.37</u>	<u>9,317.54</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 427,195.56</u>	<u>\$ 365,889.19</u>	<u>\$ 364,974.26</u>	<u>\$ 13,085.98</u>

YOUTH MINI-GRANT	BUILDING DEPARTMENT	OAKDALE DEVELOPMENT	POLICE K-9 PROGRAM	DRUG LAW ENFORCEMENT
\$ 363.14	\$ 16,982.68	\$ 16,207.60 51,987.03	\$ 4,569.59	\$ 16,719.17 2,124.98
		477.47		
<u>\$ 363.14</u>	<u>\$ 16,982.68</u>	<u>\$ 68,672.10</u>	<u>\$ 4,569.59</u>	<u>\$ 18,844.15</u>
\$	\$ 2,671.75	\$ 6,424.94 360.98 49,128.97	\$	\$ 5,607.32
		55,914.89		
	<u>2,671.75</u>			<u>5,607.32</u>
<u>363.14</u>	<u>14,310.93</u>	<u>12,757.21</u>	<u>4,569.59</u>	<u>13,236.83</u>
<u>\$ 363.14</u>	<u>\$ 16,982.68</u>	<u>\$ 68,672.10</u>	<u>\$ 4,569.59</u>	<u>\$ 18,844.15</u>

CITY OF LAPEER, MICHIGAN  
 COMBINING BALANCE SHEET - Concluded  
 SPECIAL REVENUE FUNDS  
 JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

	D.A.R.E.	GENERAL FORFEITURE	PUBLIC SAFETY TRAINING
ASSETS			
Cash	\$ 9,728.92	\$ 12,835.02	\$ 2,358.85
Accounts receivable			
Due from other funds			
Due from state			
Prepaid expenses			
TOTAL ASSETS	<u>\$ 9,728.92</u>	<u>\$ 12,835.02</u>	<u>\$ 2,358.85</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts payable	\$ 1,216.71	\$ 3,000.00	\$ 2,006.40
Payroll and taxes payable			
Due to other funds			
TOTAL LIABILITIES	<u>1,216.71</u>	<u>3,000.00</u>	<u>2,006.40</u>
FUND BALANCE			
Unreserved	<u>8,512.21</u>	<u>9,835.02</u>	<u>352.45</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 9,728.92</u>	<u>\$ 12,835.02</u>	<u>\$ 2,358.85</u>

HOUSING RESOURCE	TOTAL SPECIAL REVENUE 2005	ELIMINATION OF MAJOR FUNDS	TOTAL NON- MAJOR SPECIAL REVENUE 2005	TOTAL SPECIAL REVENUE 2004
\$	\$	\$	\$	\$
76,269.40	812,322.99	(395,679.16)	416,643.83	821,551.81
	200,354.72	(104,673.61)	95,681.11	158,524.59
	254,819.31	(202,832.28)	51,987.03	270,222.29
	100,305.91	(78,025.53)	22,280.38	106,604.56
	13,965.91	(10,959.24)	3,006.67	22,927.11
<u>76,269.40</u>	<u>1,381,768.84</u>	<u>(792,169.82)</u>	<u>589,599.02</u>	<u>1,379,830.36</u>
\$	\$	\$	\$	\$
33,070.74	127,384.97	(68,806.93)	58,578.04	201,419.64
	16,564.63	(14,054.81)	2,509.82	56,846.01
<u>23,213.67</u>	<u>72,342.64</u>		<u>72,342.64</u>	<u>71,599.91</u>
<u>56,284.41</u>	<u>216,292.24</u>	<u>(82,861.74)</u>	<u>133,430.50</u>	<u>329,865.56</u>
<u>19,984.99</u>	<u>1,165,476.60</u>	<u>(709,308.08)</u>	<u>456,168.52</u>	<u>1,049,964.80</u>
<u>76,269.40</u>	<u>1,381,768.84</u>	<u>(792,169.82)</u>	<u>589,599.02</u>	<u>1,379,830.36</u>

CITY OF LAPEER, MICHIGAN  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	MAJOR STREET	LOCAL STREET	PARKS AND RECREATION	MT. HOPE CEMETERY
REVENUES				
Charges for services	\$	\$	\$ 1,245,651.49	\$ 44,900.61
Intergovernmental				
Federal	39,429.68			
State	517,195.30	137,732.36	3,000.00	
Interest and rent	883.43	8,330.08	56,324.23	559.95
Donations	10,564.50		12,968.65	
Other revenue			93,563.85	
TOTAL REVENUES	<u>568,072.91</u>	<u>146,062.44</u>	<u>1,411,508.22</u>	<u>45,460.56</u>
EXPENDITURES				
Highways and streets	664,572.49	213,686.08		
Culture and recreation			2,012,935.94	
Health and welfare				126,500.25
Community development and enrichment				
Public safety				
TOTAL EXPENDITURES	<u>664,572.49</u>	<u>213,686.08</u>	<u>2,012,935.94</u>	<u>126,500.25</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(96,499.58)</u>	<u>(67,623.64)</u>	<u>(601,427.72)</u>	<u>(81,039.69)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	417,376.17	101,437.44	854,890.04	62,103.47
Operating transfers out	<u>(477,733.00)</u>	<u>(15,881.00)</u>	<u>(822.00)</u>	<u>(4,259.00)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(60,356.83)</u>	<u>85,556.44</u>	<u>854,068.04</u>	<u>57,844.47</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(156,856.41)</u>	<u>17,932.80</u>	<u>252,640.32</u>	<u>(23,195.22)</u>
FUND BALANCE, JULY 1	<u>574,496.12</u>	<u>344,995.81</u>	<u>39,028.05</u>	<u>32,512.76</u>
FUND BALANCE, JUNE 30	<u>\$ 417,639.71</u>	<u>\$ 362,928.61</u>	<u>\$ 291,668.37</u>	<u>\$ 9,317.54</u>

YOUTH MINI-GRANT	BUILDING DEPARTMENT	OAKDALE DEVELOPMENT	POLICE K-9 PROGRAM	DRUG LAW ENFORCEMENT
\$	\$ 9,574.75	\$	\$	\$
94.34	109.59	50,031.87	119.18	441.69
		29,991.99	500.00	2,587.98
<u>94.34</u>	<u>9,684.34</u>	<u>80,023.86</u>	<u>619.18</u>	<u>3,029.67</u>
	9,817.75	193,906.74	1,265.63	9,438.14
	<u>9,817.75</u>	<u>193,906.74</u>	<u>1,265.63</u>	<u>9,438.14</u>
<u>94.34</u>	<u>(133.41)</u>	<u>(113,882.88)</u>	<u>(646.45)</u>	<u>(6,408.47)</u>
5,000.00	35,000.00	137,965.50	1,750.00	
<u>(5,000.00)</u>	<u>(17,571.13)</u>	<u>(27,054.00)</u>		
	<u>17,428.87</u>	<u>110,911.50</u>	<u>1,750.00</u>	
94.34	17,295.46	(2,971.38)	1,103.55	(6,408.47)
<u>268.80</u>	<u>(2,984.53)</u>	<u>15,728.59</u>	<u>3,466.04</u>	<u>19,645.30</u>
\$ <u><u>363.14</u></u>	\$ <u><u>14,310.93</u></u>	\$ <u><u>12,757.21</u></u>	\$ <u><u>4,569.59</u></u>	\$ <u><u>13,236.83</u></u>

**CITY OF LAPEER, MICHIGAN**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - Concluded**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004**

	D.A.R.E.	GENERAL FORFEITURE	PUBLIC SAFETY TRAINING
REVENUES			
Charges for services	\$	\$	\$
Intergovernmental			
Federal			
State			4,229.02
Interest and rent	230.42	31.00	18.16
Donations	2,414.00		
Other revenue		9,075.00	
TOTAL REVENUES	<u>2,644.42</u>	<u>9,106.00</u>	<u>4,247.18</u>
EXPENDITURES			
Highways and streets			
Culture and recreation			
Health and welfare			
Community development and enrichment			
Public safety	<u>2,374.14</u>		<u>4,229.02</u>
TOTAL EXPENDITURES	<u>2,374.14</u>		<u>4,229.02</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>270.28</u>	<u>9,106.00</u>	<u>18.16</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
Operating transfers out			
TOTAL OTHER FINANCING SOURCES (USES)			
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	270.28	9,106.00	18.16
FUND BALANCE, JULY 1	<u>8,241.93</u>	<u>729.02</u>	<u>334.29</u>
FUND BALANCE, JUNE 30	<u>\$ 8,512.21</u>	<u>\$ 9,835.02</u>	<u>\$ 352.45</u>

HOUSING RESOURCE	TOTAL SPECIAL REVENUE 2005	ELIMINATION OF MAJOR FUNDS	TOTAL NON- MAJOR SPECIAL REVENUE 2005	TOTAL SPECIAL REVENUE 2004
\$	\$ 1,300,126.85	\$ (1,245,651.49)	\$ 54,475.36	\$ 1,124,348.37
47,820.00	87,249.68	(39,429.68)	47,820.00	348,197.08
27,500.00	689,656.68	(520,195.30)	169,461.38	697,443.94
	117,173.94	(57,207.66)	59,966.28	118,597.25
	26,447.15	(23,533.15)	2,914.00	145,499.92
<u>5,146.05</u>	<u>140,364.87</u>	<u>(93,563.85)</u>	<u>46,801.02</u>	<u>102,754.69</u>
<u>80,466.05</u>	<u>2,361,019.17</u>	<u>(1,979,581.13)</u>	<u>381,438.04</u>	<u>2,536,841.25</u>
	878,258.57	(664,572.49)	213,686.08	2,071,851.37
	2,012,935.94	(2,012,935.94)		1,795,865.61
	126,500.25		126,500.25	128,450.71
46,483.68	250,208.17		250,208.17	426,622.48
	<u>17,306.93</u>		<u>17,306.93</u>	<u>9,053.69</u>
<u>46,483.68</u>	<u>3,285,209.86</u>	<u>(2,677,508.43)</u>	<u>607,701.43</u>	<u>4,431,843.86</u>
<u>33,982.37</u>	<u>(924,190.69)</u>	<u>(697,927.30)</u>	<u>(226,263.39)</u>	<u>(1,895,002.61)</u>
	1,615,522.62	(1,272,266.21)	343,256.41	1,867,011.11
<u>(27,500.00)</u>	<u>(575,820.13)</u>	<u>478,555.00</u>	<u>(97,265.13)</u>	<u>(529,611.82)</u>
<u>(27,500.00)</u>	<u>1,039,702.49</u>	<u>(793,711.21)</u>	<u>245,991.28</u>	<u>1,337,399.29</u>
6,482.37	115,511.80	(95,783.91)	19,727.89	(557,603.32)
<u>13,502.62</u>	<u>1,049,964.80</u>	<u>(613,524.17)</u>	<u>436,440.63</u>	<u>1,607,568.12</u>
\$ <u><u>19,984.99</u></u>	\$ <u><u>1,165,476.60</u></u>	\$ <u><u>(709,308.08)</u></u>	\$ <u><u>456,168.52</u></u>	\$ <u><u>1,049,964.80</u></u>



CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
MAJOR STREET FUND  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
State grants	\$ 442,000.00	\$ 517,195.30	\$ 75,195.30	\$ 531,970.23
Federal grants		39,429.68	39,429.68	188,207.38
Interest on investments	4,200.00	883.43	(3,316.57)	1,621.19
Donations	195,000.00	10,564.50	(184,435.50)	19,008.00
TOTAL REVENUES	641,200.00	568,072.91	(73,127.09)	740,806.80
EXPENDITURES				
Highways and streets	818,045.00	664,572.49	153,472.51	1,894,796.39
DEFICIENCY OF REVENUES OVER EXPENDITURES	(176,845.00)	(96,499.58)	80,345.42	(1,153,989.59)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	375,071.00	417,376.17	42,305.17	1,008,623.16
Operating transfers out	(477,733.00)	(477,733.00)		(445,750.00)
TOTAL OTHER FINANCING SOURCES (USES)	(102,662.00)	(60,356.83)	42,305.17	562,873.16
DEFICIENCY OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(279,507.00)	(156,856.41)	122,650.59	(591,116.43)
FUND BALANCE, JULY 1	574,496.12	574,496.12		1,165,612.55
FUND BALANCE, JUNE 30	\$ 294,989.12	\$ 417,639.71	\$ 122,650.59	\$ 574,496.12

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
LOCAL STREET FUND  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
State grants	\$ 124,500.00	\$ 137,732.36	\$ 13,232.36	\$ 142,440.36
Interest on investments	2,500.00	8,330.08	5,830.08	2,808.90
TOTAL REVENUES	127,000.00	146,062.44	19,062.44	145,249.26
EXPENDITURES				
Highways and streets	374,661.00	213,686.08	160,974.92	177,054.98
DEFICIENCY OF REVENUES OVER EXPENDITURES	(247,661.00)	(67,623.64)	180,037.36	(31,805.72)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	101,372.00	101,437.44	65.44	108,314.36
Operating transfers out	(15,881.00)	(15,881.00)		(16,507.00)
TOTAL OTHER FINANCING SOURCES (USES)	85,491.00	85,556.44	65.44	91,807.36
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(162,170.00)	17,932.80	180,102.80	60,001.64
FUND BALANCE, JULY 1	344,995.81	344,995.81		284,994.17
FUND BALANCE, JUNE 30	\$ 182,825.81	\$ 362,928.61	\$ 180,102.80	\$ 344,995.81

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
PARKS AND RECREATION FUND  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Charges for services	\$ 1,058,400.00	\$ 1,245,651.49	\$ 187,251.49	\$ 1,077,490.57
Interest and rent	67,950.00	56,324.23	(11,625.77)	63,432.23
Other revenues	266,610.00	106,532.50	(160,077.50)	134,225.11
Intergovernmental - state	554,265.00	3,000.00	(551,265.00)	
TOTAL REVENUES	<u>1,947,225.00</u>	<u>1,411,508.22</u>	<u>(535,716.78)</u>	<u>1,275,147.91</u>
EXPENDITURES				
Culture and recreation	<u>2,622,285.00</u>	<u>2,012,935.94</u>	<u>609,349.06</u>	<u>1,795,865.61</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>(675,060.00)</u>	<u>(601,427.72)</u>	<u>73,632.28</u>	<u>(520,717.70)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	672,882.00	854,890.04	182,008.04	503,892.48
Operating transfers out	<u>(822.00)</u>	<u>(822.00)</u>		
TOTAL OTHER FINANCING SOURCES (USES)	<u>672,060.00</u>	<u>854,068.04</u>	<u>182,008.04</u>	<u>503,892.48</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(3,000.00)</u>	<u>252,640.32</u>	<u>255,640.32</u>	<u>(16,825.22)</u>
FUND BALANCE, JULY 1	<u>39,028.05</u>	<u>39,028.05</u>		<u>55,853.27</u>
FUND BALANCE, JUNE 30	<u>\$ 36,028.05</u>	<u>\$ 291,668.37</u>	<u>\$ 255,640.32</u>	<u>\$ 39,028.05</u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
MT. HOPE CEMETERY FUND  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005		VARIANCE	2004
	BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Charges for services	\$ 48,500.00	\$ 44,900.61	\$ (3,599.39)	\$ 38,482.10
Interest on investments	100.00	559.95	459.95	318.67
TOTAL REVENUES	48,600.00	45,460.56	(3,139.44)	38,800.77
EXPENDITURES				
Health and welfare	132,179.00	126,500.25	5,678.75	128,450.71
DEFICIENCY OF REVENUES OVER EXPENDITURES	(83,579.00)	(81,039.69)	2,539.31	(89,649.94)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	60,365.00	62,103.47	1,738.47	75,642.13
Operating transfers out	(4,259.00)	(4,259.00)		
TOTAL OTHER FINANCING SOURCES (USES)	56,106.00	57,844.47	1,738.47	75,642.13
DEFICIENCY OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(27,473.00)	(23,195.22)	4,277.78	(14,007.81)
FUND BALANCE, JULY 1	32,512.76	32,512.76		46,520.57
FUND BALANCE, JUNE 30	\$ 5,039.76	\$ 9,317.54	\$ 4,277.78	\$ 32,512.76

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
YOUTH MINI-GRANT  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Interest income	\$	\$ 94.34	\$ 94.34	\$ 45.52
OTHER FINANCING SOURCES				
Operating transfers in	5,000.00	5,000.00		5,000.00
Operating transfers out	(5,000.00)	(5,000.00)		(5,000.00)
TOTAL OTHER FINANCING SOURCES (USES)				
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		94.34	94.34	45.52
FUND BALANCE, JULY 1	268.80	268.80		223.28
FUND BALANCE, JUNE 30	\$ 268.80	\$ 363.14	\$ 94.34	\$ 268.80

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
BUILDING DEPARTMENT  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Charges for services	\$ 7,500.00	\$ 9,574.75	\$ 2,074.75	\$ 8,375.70
Interest on investments		109.59	109.59	0.44
TOTAL REVENUES	<u>7,500.00</u>	<u>9,684.34</u>	<u>2,184.34</u>	<u>8,376.14</u>
EXPENDITURES				
Community development and enrichment	<u>21,400.00</u>	<u>9,817.75</u>	<u>11,582.25</u>	<u>16,287.25</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>(13,900.00)</u>	<u>(133.41)</u>	<u>13,766.59</u>	<u>(7,911.11)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	35,000.00	35,000.00		25,000.00
Operating transfers out	<u>(16,100.00)</u>	<u>(17,571.13)</u>	<u>(1,471.13)</u>	<u>(16,320.82)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>18,900.00</u>	<u>17,428.87</u>	<u>(1,471.13)</u>	<u>8,679.18</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	5,000.00	17,295.46	12,295.46	768.07
FUND BALANCE, JULY 1	<u>(2,984.53)</u>	<u>(2,984.53)</u>		<u>(3,752.60)</u>
FUND BALANCE, JUNE 30	<u>\$ 2,015.47</u>	<u>\$ 14,310.93</u>	<u>\$ 12,295.46</u>	<u>\$ (2,984.53)</u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
OAKDALE DEVELOPMENT FUND  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Interest and rent	\$ 50,000.00	\$ 50,031.87	\$ 31.87	\$ 50,056.72
Other revenue	32,100.00	29,991.99	(2,108.01)	30,331.28
TOTAL REVENUES	82,100.00	80,023.86	(2,076.14)	80,388.00
EXPENDITURES				
Community development and enrichment	222,505.00	193,906.74	28,598.26	193,767.53
DEFICIENCY OF REVENUES OVER EXPENDITURES	(140,405.00)	(113,882.88)	26,522.12	(113,379.53)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	167,459.00	137,965.50	(29,493.50)	140,038.98
Operating transfers out	(27,054.00)	(27,054.00)		(26,816.00)
TOTAL OTHER FINANCING SOURCES (USES)	140,405.00	110,911.50	(29,493.50)	113,222.98
DEFICIENCY OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		(2,971.38)	(2,971.38)	(156.55)
FUND BALANCE, JULY 1	15,728.59	15,728.59		15,885.14
FUND BALANCE, JUNE 30	\$ 15,728.59	\$ 12,757.21	\$ (2,971.38)	\$ 15,728.59

**CITY OF LAPEER, MICHIGAN**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**POLICE K-9**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004**

	<u>2005</u>			<u>2004</u>
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Interest	\$	\$ 119.18	\$ 119.18	\$ 29.63
Other revenue	<u>750.00</u>	<u>500.00</u>	<u>(250.00)</u>	<u>600.00</u>
TOTAL REVENUES	<u>750.00</u>	<u>619.18</u>	<u>(130.82)</u>	<u>629.63</u>
EXPENDITURES				
Public safety	<u>3,000.00</u>	<u>1,265.63</u>	<u>1,734.37</u>	<u>447.13</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,250.00)	(646.45)	1,603.55	182.50
OTHER FINANCING SOURCES				
Operating transfers in	<u>1,750.00</u>	<u>1,750.00</u>		<u>500.00</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(500.00)	1,103.55	1,603.55	682.50
FUND BALANCE, JULY 1	<u>3,466.04</u>	<u>3,466.04</u>		<u>2,783.54</u>
FUND BALANCE, JUNE 30	\$ <u><u>2,966.04</u></u>	\$ <u><u>4,569.59</u></u>	\$ <u><u>1,603.55</u></u>	\$ <u><u>3,466.04</u></u>



CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
DRUG LAW ENFORCEMENT  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Interest earnings	\$	\$ 441.69	\$ 441.69	\$ 194.97
Other revenues	<u>500.00</u>	<u>2,587.98</u>	<u>2,087.98</u>	<u>1,192.25</u>
TOTAL REVENUES	<u>500.00</u>	<u>3,029.67</u>	<u>2,529.67</u>	<u>1,387.22</u>
EXPENDITURES				
Public safety	<u>10,500.00</u>	<u>9,438.14</u>	<u>1,061.86</u>	<u>1,954.96</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(10,000.00)	(6,408.47)	3,591.53	(567.74)
FUND BALANCE, JULY 1	<u>19,645.30</u>	<u>19,645.30</u>		<u>20,213.04</u>
FUND BALANCE, JUNE 30	<u>\$ 9,645.30</u>	<u>\$ 13,236.83</u>	<u>\$ 3,591.53</u>	<u>\$ 19,645.30</u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
D.A.R.E.  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Interest earnings	\$	\$ 230.42	\$ 230.42	\$ 75.37
Other revenues	<u>2,250.00</u>	<u>2,414.00</u>	<u>164.00</u>	<u>4,294.97</u>
TOTAL REVENUES	<u>2,250.00</u>	<u>2,644.42</u>	<u>394.42</u>	<u>4,370.34</u>
EXPENDITURES				
Public safety	<u>4,250.00</u>	<u>2,374.14</u>	<u>1,875.86</u>	<u>2,336.72</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,000.00)	270.28	2,270.28	2,033.62
FUND BALANCE, JULY 1	<u>8,241.93</u>	<u>8,241.93</u>		<u>6,208.31</u>
FUND BALANCE, JUNE 30	<u>\$ 6,241.93</u>	<u>\$ 8,512.21</u>	<u>\$ 2,270.28</u>	<u>\$ 8,241.93</u>

**CITY OF LAPEER, MICHIGAN**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FORFEITURE**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004**

	<u>2005</u>			<u>2004</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>ACTUAL</u>
REVENUES				
Interest earnings	\$	\$ 31.00	\$ 31.00	\$ 5.90
Other revenue	<u>500.00</u>	<u>9,075.00</u>	<u>8,575.00</u>	
TOTAL REVENUES	<u>500.00</u>	<u>9,106.00</u>	<u>8,606.00</u>	<u>5.90</u>
EXPENDITURES				
Public safety	<u>500.00</u>		<u>500.00</u>	
EXCESS OF REVENUES OVER EXPENDITURES		9,106.00	9,106.00	5.90
OTHER FINANCING USES				
Operating transfers out				<u>(500.00)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		9,106.00	9,106.00	(494.10)
FUND BALANCE, JULY 1	<u>729.02</u>	<u>729.02</u>		<u>1,223.12</u>
FUND BALANCE, JUNE 30	\$ <u><u>729.02</u></u>	\$ <u><u>9,835.02</u></u>	\$ <u><u>9,106.00</u></u>	\$ <u><u>729.02</u></u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
PUBLIC SAFETY TRAINING  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
State grants	\$ 4,100.00	\$ 4,229.02	\$ 129.02	\$ 4,314.88
Interest earnings		18.16	18.16	7.71
TOTAL REVENUES	<u>4,100.00</u>	<u>4,247.18</u>	<u>147.18</u>	<u>4,322.59</u>
EXPENDITURES				
Public safety	<u>4,100.00</u>	<u>4,229.02</u>	<u>(129.02)</u>	<u>4,314.88</u>
EXCESS OF REVENUES OVER EXPENDITURES		18.16	18.16	7.71
FUND BALANCE, JULY 1	<u>334.29</u>	<u>334.29</u>		<u>326.58</u>
FUND BALANCE, JUNE 30	<u>\$ 334.29</u>	<u>\$ 352.45</u>	<u>\$ 18.16</u>	<u>\$ 334.29</u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
HOUSING RESOURCE FUND  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004

	2005			2004
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
Federal grants	\$ 305,000.00	\$ 47,820.00	\$ (257,180.00)	\$ 159,989.70
State grants	30,500.00	27,500.00	(3,000.00)	18,718.47
Other revenues	100,000.00	5,146.05	(94,853.95)	58,603.00
TOTAL REVENUES	<u>435,500.00</u>	<u>80,466.05</u>	<u>(355,033.95)</u>	<u>237,311.17</u>
EXPENDITURES				
Community development and enrichment	<u>408,000.00</u>	<u>46,483.68</u>	<u>361,516.32</u>	<u>216,567.70</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>27,500.00</u>	<u>33,982.37</u>	<u>6,482.37</u>	<u>20,743.47</u>
OTHER FINANCING USES				
Operating transfers out	<u>(27,500.00)</u>	<u>(27,500.00)</u>		<u>(18,718.00)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		6,482.37	6,482.37	2,025.47
FUND BALANCE, JULY 1	<u>13,502.62</u>	<u>13,502.62</u>		<u>11,477.15</u>
FUND BALANCE, JUNE 30	<u>\$ 13,502.62</u>	<u>\$ 19,984.99</u>	<u>\$ 6,482.37</u>	<u>\$ 13,502.62</u>

## DEBT SERVICE FUNDS

Debt Service Funds are established to finance and account for the payment of interest and principal on all general obligation debt and revenue bonds issued for and serviced by a governmental enterprise.

The City's Debt Service Funds include the 1995 General Obligation Limited Tax Bonds, 1996 General Obligation Limited Tax Bonds, 1997 General Obligation Limited Tax Bonds, 1998 General Obligation Limited Tax Bonds, 1998 Series B General Obligation Limited Tax Bonds, 2000 General Obligation Limited Tax Bonds, 2001 General Obligation Limited Tax Bonds, 2002 General Obligation Limited Tax Bonds, 2003 General Obligation Limited Tax Bonds, 1995 Special Assessment Bonds, 1996 Special Assessment Bonds, 1997 Special Assessment Bonds, 1998 Special Assessment Bonds, 1998 Series B Special Assessment Bonds, 2000 Special Assessment Bonds, 2001 Special Assessment Bonds, 2002 Special Assessment Bonds, 2003 Special Assessment Bonds, 2002 Equipment Financing, 2003 Equipment Financing, 2004 Equipment Financing, 1999 Building Authority Bonds, 2001 Building Authority Bonds, 2002 Building Authority Bonds, and 1990 Michigan Transportation Bonds.

CITY OF LAPEER, MICHIGAN  
 COMBINING BALANCE SHEET  
 DEBT SERVICE FUNDS  
 JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

	1995 GENERAL OBLIGATION LIMITED TAX BONDS	1996 GENERAL OBLIGATION LIMITED TAX BONDS	1997 GENERAL OBLIGATION LIMITED TAX BONDS	1998 GENERAL OBLIGATION LIMITED TAX BONDS
ASSETS				
Cash	\$	\$ 2,606.26	\$ 1,925.70	\$ 3,551.74
Assessments receivable				
Prepaid expense				
Due from other funds				
TOTAL ASSETS	\$	\$ 2,606.26	\$ 1,925.70	\$ 3,551.74
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Deferred revenue	\$	\$	\$	\$
Due to other funds				
TOTAL LIABILITIES				
FUND BALANCE				
Reserved for debt service		2,606.26	1,925.70	3,551.74
TOTAL LIABILITIES AND FUND BALANCE	\$	\$ 2,606.26	\$ 1,925.70	\$ 3,551.74

1998 SERIES B GENERAL OBLIGATION LIMITED TAX BONDS	2000 GENERAL OBLIGATION LIMITED TAX BONDS	2001 GENERAL OBLIGATION LIMITED TAX BONDS	2002 GENERAL OBLIGATION LIMITED TAX BONDS	2003 GENERAL OBLIGATION LIMITED TAX BONDS	1995 SPECIAL ASSESSMENT BONDS
\$ 1,417.26	\$ 1,484.55	\$ 3,882.66	\$ 16.68	\$ 471.50	\$ 54,472.84
					511.91
<u>\$ 1,417.26</u>	<u>\$ 1,484.55</u>	<u>\$ 3,882.66</u>	<u>\$ 16.68</u>	<u>\$ 471.50</u>	<u>\$ 54,984.75</u>
\$	\$	\$	\$	\$	\$
<u>1,417.26</u>	<u>1,484.55</u>	<u>3,882.66</u>	<u>16.68</u>	<u>471.50</u>	<u>54,984.75</u>
<u>\$ 1,417.26</u>	<u>\$ 1,484.55</u>	<u>\$ 3,882.66</u>	<u>\$ 16.68</u>	<u>\$ 471.50</u>	<u>\$ 54,984.75</u>



CITY OF LAPEER, MICHIGAN  
 COMBINING BALANCE SHEET - Continued  
 DEBT SERVICE FUNDS  
 JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

	1996 SPECIAL ASSESSMENT BONDS	1997 SPECIAL ASSESSMENT BONDS	1998 SPECIAL ASSESSMENT BONDS	1998 SERIES B SPECIAL ASSESSMENT BONDS
ASSETS				
Cash	\$ 48,772.16	\$ 144,082.20	\$ 298,312.75	\$ 38,356.53
Assessments receivable	3,383.71	53,044.29	529,100.18	9,203.82
Prepaid expense				
Due from other funds	<u>2,566.93</u>	<u>3,502.65</u>	<u></u>	<u>470.61</u>
TOTAL ASSETS	<u>\$ 54,722.80</u>	<u>\$ 200,629.14</u>	<u>\$ 827,412.93</u>	<u>\$ 48,030.96</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Deferred revenue	\$ 3,383.71	\$ 53,044.29	\$ 529,100.18	\$ 9,203.82
Due to other funds	<u></u>	<u></u>	<u></u>	<u></u>
TOTAL LIABILITIES	<u>3,383.71</u>	<u>53,044.29</u>	<u>529,100.18</u>	<u>9,203.82</u>
FUND BALANCE				
Reserved for debt service	<u>51,339.09</u>	<u>147,584.85</u>	<u>298,312.75</u>	<u>38,827.14</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 54,722.80</u>	<u>\$ 200,629.14</u>	<u>\$ 827,412.93</u>	<u>\$ 48,030.96</u>

2000 SPECIAL ASSESSMENT BONDS	2001 SPECIAL ASSESSMENT BONDS	2002 SPECIAL ASSESSMENT BONDS	2003 SPECIAL ASSESSMENT BONDS	2002 EQUIPMENT FINANCING	2003 EQUIPMENT FINANCING
\$ 16,493.11	\$ 83,826.37	\$ 113,052.09	\$ 109,305.22	\$ 196.08	\$ 4,883.14
19,200.11	37,222.47	162,444.05	96,715.21		
<u>326.23</u>	<u>2,279.83</u>	<u>9,024.00</u>	<u>4,478.42</u>		
\$ <u><u>36,019.45</u></u>	\$ <u><u>123,328.67</u></u>	\$ <u><u>284,520.14</u></u>	\$ <u><u>210,498.85</u></u>	\$ <u><u>196.08</u></u>	\$ <u><u>4,883.14</u></u>
\$ 19,200.11	\$ 37,222.47	\$ 162,444.05	\$ 96,715.21	\$	\$
<u>19,200.11</u>	<u>37,222.47</u>	<u>162,444.05</u>	<u>96,715.21</u>		
<u>16,819.34</u>	<u>86,106.20</u>	<u>122,076.09</u>	<u>113,783.64</u>	<u>196.08</u>	<u>4,883.14</u>
\$ <u><u>36,019.45</u></u>	\$ <u><u>123,328.67</u></u>	\$ <u><u>284,520.14</u></u>	\$ <u><u>210,498.85</u></u>	\$ <u><u>196.08</u></u>	\$ <u><u>4,883.14</u></u>

**CITY OF LAPEER, MICHIGAN**  
**COMBINING BALANCE SHEET - Concluded**  
**DEBT SERVICE FUNDS**  
**JUNE 30, 2005**  
**WITH COMPARATIVE TOTALS FOR JUNE 30, 2004**

	2004 EQUIPMENT FINANCING	1999 BUILDING AUTHORITY BONDS	2001 BUILDING AUTHORITY BONDS	2002 BUILDING AUTHORITY BONDS
<b>ASSETS</b>				
Cash	\$ 522.07	\$ 35,531.79	\$ 28,751.54	\$ 22,618.23
Assessments receivable				
Prepaid expense				
Due from other funds				
<b>TOTAL ASSETS</b>	<u>\$ 522.07</u>	<u>\$ 35,531.79</u>	<u>\$ 28,751.54</u>	<u>\$ 22,618.23</u>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES</b>				
Deferred revenue	\$	\$	\$	\$
Due to other funds				
<b>TOTAL LIABILITIES</b>				
<b>FUND BALANCE</b>				
Reserved for debt service	<u>522.07</u>	<u>35,531.79</u>	<u>28,751.54</u>	<u>22,618.23</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 522.07</u>	<u>\$ 35,531.79</u>	<u>\$ 28,751.54</u>	<u>\$ 22,618.23</u>

1990 MICHIGAN TRANSPORTATION BONDS	TOTAL DEBT SERVICE 2005	ELIMINATION OF MAJOR FUNDS	TOTAL NON-MAJOR DEBT SERVICE 2005	TOTAL DEBT SERVICE 2004
\$	\$ 1,014,532.47	\$ (411,364.84)	\$ 603,167.63	\$ 1,118,535.75
	910,313.84	(691,544.23)	218,769.61	1,266,728.12
	23,160.58	(9,024.00)	14,136.58	3,385.75
	<u>23,160.58</u>	<u>(9,024.00)</u>	<u>14,136.58</u>	<u>29,594.27</u>
\$	\$ 1,948,006.89	\$ (1,111,933.07)	\$ 836,073.82	\$ 2,418,243.89
\$	\$ 910,313.84	\$ (691,544.23)	\$ 218,769.61	\$ 1,266,728.12
				577.25
	<u>910,313.84</u>	<u>(691,544.23)</u>	<u>218,769.61</u>	<u>1,267,305.37</u>
	<u>1,037,693.05</u>	<u>(420,388.84)</u>	<u>617,304.21</u>	<u>1,150,938.52</u>
\$	\$ 1,948,006.89	\$ (1,111,933.07)	\$ 836,073.82	\$ 2,418,243.89

CITY OF LAPEER, MICHIGAN  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	1995 GENERAL OBLIGATION LIMITED TAX BONDS	1996 GENERAL OBLIGATION LIMITED TAX BONDS	1997 GENERAL OBLIGATION LIMITED TAX BONDS	1998 GENERAL OBLIGATION LIMITED TAX BONDS
REVENUES				
Taxes and special assessments	\$ 38.98	\$ 49.88	\$ 36.75	\$ 67.42
Interest earnings				
Other revenues				
TOTAL REVENUES	<u>38.98</u>	<u>49.88</u>	<u>36.75</u>	<u>67.42</u>
EXPENDITURES				
Debt Service				
Principal retirement	15,000.00	15,000.00	50,000.00	105,000.00
Interest and fiscal charges	<u>1,154.50</u>	<u>1,527.25</u>	<u>6,329.24</u>	<u>17,624.50</u>
TOTAL EXPENDITURES	<u>16,154.50</u>	<u>16,527.25</u>	<u>56,329.24</u>	<u>122,624.50</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(16,115.52)</u>	<u>(16,477.37)</u>	<u>(56,292.49)</u>	<u>(122,557.08)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	10,661.53	16,529.00	56,335.00	122,628.00
Operating transfers out				
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,661.53</u>	<u>16,529.00</u>	<u>56,335.00</u>	<u>122,628.00</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(5,453.99)</u>	<u>51.63</u>	<u>42.51</u>	<u>70.92</u>
FUND BALANCE, JULY 1	<u>5,453.99</u>	<u>2,554.63</u>	<u>1,883.19</u>	<u>3,480.82</u>
FUND BALANCE, JUNE 30	<u>\$</u>	<u>\$ 2,606.26</u>	<u>\$ 1,925.70</u>	<u>\$ 3,551.74</u>

1998 SERIES B GENERAL OBLIGATION LIMITED TAX BONDS	2000 GENERAL OBLIGATION LIMITED TAX BONDS	2001 GENERAL OBLIGATION LIMITED TAX BONDS	2002 GENERAL OBLIGATION LIMITED TAX BONDS	2003 GENERAL OBLIGATION LIMITED TAX BONDS	1995 SPECIAL ASSESSMENT BONDS
\$ 27.08	\$ 28.08	\$ 73.98	\$ 0.16	\$ 8.70	\$ 11,375.78
					2,440.05
					50.50
<u>27.08</u>	<u>28.08</u>	<u>73.98</u>	<u>0.16</u>	<u>8.70</u>	<u>13,866.33</u>
20,000.00	25,000.00	20,000.00	60,000.00	15,000.00	100,000.00
<u>3,577.00</u>	<u>9,091.74</u>	<u>9,054.25</u>	<u>21,847.00</u>	<u>12,980.89</u>	<u>5,617.00</u>
<u>23,577.00</u>	<u>34,091.74</u>	<u>29,054.25</u>	<u>81,847.00</u>	<u>27,980.89</u>	<u>105,617.00</u>
(23,549.92)	(34,063.66)	(28,980.27)	(81,846.84)	(27,972.19)	(91,750.67)
23,580.00	34,113.00	29,076.00	81,855.00	28,003.00	
<u>23,580.00</u>	<u>34,113.00</u>	<u>29,076.00</u>	<u>81,855.00</u>	<u>28,003.00</u>	
30.08	49.34	95.73	8.16	30.81	(91,750.67)
<u>1,387.18</u>	<u>1,435.21</u>	<u>3,786.93</u>	<u>8.52</u>	<u>440.69</u>	<u>146,735.42</u>
\$ <u>1,417.26</u>	\$ <u>1,484.55</u>	\$ <u>3,882.66</u>	\$ <u>16.68</u>	\$ <u>471.50</u>	\$ <u>54,984.75</u>

CITY OF LAPEER, MICHIGAN  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - Continued  
 DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	1996 SPECIAL ASSESSMENT BONDS	1997 SPECIAL ASSESSMENT BONDS	1998 SPECIAL ASSESSMENT BONDS	1998 SERIES B SPECIAL ASSESSMENT BONDS
REVENUES				
Taxes and special assessments	\$ 4,291.63	\$ 32,014.35	\$ 178,000.00	\$ 27,180.68
Interest earnings	1,618.63	8,304.30	44,565.17	2,606.66
Other revenues	<u>220.69</u>	<u>317.11</u>	<u>29.76</u>	<u>37.57</u>
TOTAL REVENUES	<u>6,130.95</u>	<u>40,635.76</u>	<u>222,594.93</u>	<u>29,824.91</u>
EXPENDITURES				
Debt Service				
Principal retirement	10,000.00	60,000.00	190,000.00	10,000.00
Interest and fiscal charges	<u>1,393.50</u>	<u>6,799.25</u>	<u>31,062.00</u>	<u>2,562.00</u>
TOTAL EXPENDITURES	<u>11,393.50</u>	<u>66,799.25</u>	<u>221,062.00</u>	<u>12,562.00</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,262.55)</u>	<u>(26,163.49)</u>	<u>1,532.93</u>	<u>17,262.91</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
Operating transfers out	<u></u>	<u></u>	<u></u>	<u></u>
TOTAL OTHER FINANCING SOURCES (USES)	<u></u>	<u></u>	<u></u>	<u></u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(5,262.55)	(26,163.49)	1,532.93	17,262.91
FUND BALANCE, JULY 1	<u>56,601.64</u>	<u>173,748.34</u>	<u>296,779.82</u>	<u>21,564.23</u>
FUND BALANCE, JUNE 30	<u>\$ 51,339.09</u>	<u>\$ 147,584.85</u>	<u>\$ 298,312.75</u>	<u>\$ 38,827.14</u>

2000 SPECIAL ASSESSMENT BONDS	2001 SPECIAL ASSESSMENT BONDS	2002 SPECIAL ASSESSMENT BONDS	2003 SPECIAL ASSESSMENT BONDS	2002 EQUIPMENT FINANCING	2003 EQUIPMENT FINANCING
\$ 5,138.95	\$ 11,815.80	\$ 48,951.23	\$ 37,645.86	\$	\$
1,815.26	4,371.65	13,903.92	8,248.67	116.57	93.20
38.77	188.88	744.30	430.09		
<u>6,992.98</u>	<u>16,376.33</u>	<u>63,599.45</u>	<u>46,324.62</u>	<u>116.57</u>	<u>93.20</u>
10,000.00	20,000.00	45,000.00	15,000.00		70,217.79
2,394.25	5,739.26	13,860.75	11,839.23		6,131.80
<u>12,394.25</u>	<u>25,739.26</u>	<u>58,860.75</u>	<u>26,839.23</u>		<u>76,349.59</u>
<u>(5,401.27)</u>	<u>(9,362.93)</u>	<u>4,738.70</u>	<u>19,485.39</u>	<u>116.57</u>	<u>(76,256.39)</u>
				23,270.00	76,350.00
				<u>(23,266.00)</u>	
				4.00	76,350.00
<u>(5,401.27)</u>	<u>(9,362.93)</u>	<u>4,738.70</u>	<u>19,485.39</u>	<u>120.57</u>	<u>93.61</u>
<u>22,220.61</u>	<u>95,469.13</u>	<u>117,337.39</u>	<u>94,298.25</u>	<u>75.51</u>	<u>4,789.53</u>
\$ <u><u>16,819.34</u></u>	\$ <u><u>86,106.20</u></u>	\$ <u><u>122,076.09</u></u>	\$ <u><u>113,783.64</u></u>	\$ <u><u>196.08</u></u>	\$ <u><u>4,883.14</u></u>



CITY OF LAPEER, MICHIGAN  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - Concluded  
 DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	2004 EQUIPMENT FINANCING	1999 BUILDING AUTHORITY BONDS	2001 BUILDING AUTHORITY BONDS	2002 BUILDING AUTHORITY REFUNDING
REVENUES				
Taxes and special assessments	\$	\$	\$	\$
Interest earnings		717.43	579.19	464.68
Other revenues				
TOTAL REVENUES		717.43	579.19	464.68
EXPENDITURES				
Debt Service				
Principal retirement	3,110.75	60,000.00	95,000.00	150,000.00
Interest and fiscal charges	636.59	30,404.50	64,123.50	35,556.00
TOTAL EXPENDITURES	3,747.34	90,404.50	159,123.50	185,556.00
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,747.34)	(89,687.07)	(158,544.31)	(185,091.32)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	4,269.41	86,579.00	156,640.00	182,824.00
Operating transfers out				
TOTAL OTHER FINANCING SOURCES (USES)	4,269.41	86,579.00	156,640.00	182,824.00
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	522.07	(3,108.07)	(1,904.31)	(2,267.32)
FUND BALANCE, JULY 1		38,639.86	30,655.85	24,885.55
FUND BALANCE, JUNE 30	\$ 522.07	\$ 35,531.79	\$ 28,751.54	\$ 22,618.23

1990 MICHIGAN TRANSPORTATION BONDS	TOTAL DEBT SERVICE 2005	ELIMINATION OF MAJOR FUNDS	TOTAL NON-MAJOR DEBT SERVICE 2005	TOTAL DEBT SERVICE 2004
\$	\$	\$	\$	\$
66.21	356,414.28	(226,951.23)	129,463.05	466,584.21
	90,242.62	(58,469.09)	31,773.53	89,739.95
	2,057.67	(774.06)	1,283.61	2,514.54
<u>66.21</u>	<u>448,714.57</u>	<u>(286,194.38)</u>	<u>162,520.19</u>	<u>558,838.70</u>
20,000.00	1,183,328.54	(235,000.00)	948,328.54	1,153,328.89
1,817.00	303,123.00	(44,922.75)	258,200.25	328,684.95
<u>21,817.00</u>	<u>1,486,451.54</u>	<u>(279,922.75)</u>	<u>1,206,528.79</u>	<u>1,482,013.84</u>
(21,750.79)	(1,037,736.97)	(6,271.63)	(1,044,008.60)	(923,175.14)
15,110.00	947,822.94		947,822.94	889,816.18
(65.44)	(23,331.44)		(23,331.44)	(42,728.58)
<u>15,044.56</u>	<u>924,491.50</u>		<u>924,491.50</u>	<u>847,087.60</u>
(6,706.23)	(113,245.47)	(6,271.63)	(119,517.10)	(76,087.54)
6,706.23	1,150,938.52	(414,117.21)	736,821.31	1,227,026.06
<u>\$</u>	<u>\$ 1,037,693.05</u>	<u>\$ (420,388.84)</u>	<u>\$ 617,304.21</u>	<u>\$ 1,150,938.52</u>

## CAPITAL PROJECTS FUNDS

Capital Projects Funds are designed to account for the resources expended to acquire assets of a relatively permanent nature. (Enterprise Fund resources are not included in this category). These funds satisfy the special accounting requirements for bond proceeds and projects utilizing more than one funding source.

Capital Projects Funds provide a formal mechanism which enables administrators to ensure that revenues dedicated to a certain purpose are used only for that purpose and further enables them to report to creditors and other grantors of Capital Projects Fund revenue that their requirements regarding the use of the revenue were fully satisfied.

The City's Capital Projects Funds include the Land Acquisition, Infrastructure, 2002 Equipment Financing, 2004 Equipment Financing, 2005 Equipment Financing, 2003 General Obligation Construction, and 2003 Special Assessment Construction.

CITY OF LAPEER, MICHIGAN  
 COMBINING BALANCE SHEET  
 CAPITAL PROJECTS FUNDS  
 JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

	LAND ACQUISITION	INFRA- STRUCTURE	2002 EQUIPMENT FINANCING	2004 EQUIPMENT FINANCING
ASSETS				
Cash	\$ 587,571.46	\$	\$	\$
Investments				
Accounts receivable		130,953.18		
Due from other funds		1,257.86		
TOTAL ASSETS	<u>\$ 587,571.46</u>	<u>\$ 132,211.04</u>	<u>\$</u>	<u>\$</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	\$	\$ 13,289.24	\$	\$
Deferred revenue		8,267.20		
Due to other funds		4,207.97		
TOTAL LIABILITIES		<u>25,764.41</u>		
FUND BALANCE				
Unreserved and undesignated	<u>587,571.46</u>	<u>106,446.63</u>		
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 587,571.46</u>	<u>\$ 132,211.04</u>	<u>\$</u>	<u>\$</u>

2005 EQUIPMENT FINANCING	2003 GENERAL OBLIGATION CONSTRUCTION	2003 SPECIAL ASSESSMENT CONSTRUCTION	TOTALS 2005	2004
\$ 4.15	\$ 52,962.10	\$ 33,779.74	\$ 674,317.45	\$ 451,421.15
			130,953.18	300,000.00
			1,257.86	71,560.28
<u>\$ 4.15</u>	<u>\$ 52,962.10</u>	<u>\$ 33,779.74</u>	<u>\$ 806,528.49</u>	<u>\$ 822,981.43</u>
\$	\$	\$	\$ 13,289.24	\$ 50,912.53
			8,267.20	
	<u>3,618.89</u>	<u>4,350.81</u>	<u>12,177.67</u>	<u>2,543.27</u>
	<u>3,618.89</u>	<u>4,350.81</u>	<u>33,734.11</u>	<u>53,455.80</u>
<u>4.15</u>	<u>49,343.21</u>	<u>29,428.93</u>	<u>772,794.38</u>	<u>769,525.63</u>
<u>\$ 4.15</u>	<u>\$ 52,962.10</u>	<u>\$ 33,779.74</u>	<u>\$ 806,528.49</u>	<u>\$ 822,981.43</u>

CITY OF LAPEER, MICHIGAN  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2005  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	LAND ACQUISITION	INFRA- STRUCTURE	2002 EQUIPMENT FINANCING	2004 EQUIPMENT FINANCING
REVENUES				
Interest	\$ 8,988.71	\$ 2,538.00	\$ 48.97	\$ 1.13
Other	<u>377,971.42</u>	<u>107,542.57</u>	<u>          </u>	<u>          </u>
TOTAL REVENUES	<u>386,960.13</u>	<u>110,080.57</u>	<u>48.97</u>	<u>1.13</u>
EXPENDITURES				
Construction				
Capital outlay	500,000.00	164,848.81		31,000.00
Other	<u>8,555.57</u>	<u>3,226.59</u>	<u>          </u>	<u>284.32</u>
TOTAL EXPENDITURES	<u>508,555.57</u>	<u>168,075.40</u>	<u>          </u>	<u>31,284.32</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(121,595.44)</u>	<u>(57,994.83)</u>	<u>48.97</u>	<u>(31,283.19)</u>
OTHER FINANCING SOURCES (USES)				
Bond proceeds				31,293.60
Operating transfers in	527,505.15	3,189.75		
Operating transfers out	<u>(245,054.00)</u>	<u>(81,926.53)</u>	<u>(476.36)</u>	<u>(10.41)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>282,451.15</u>	<u>(78,736.78)</u>	<u>(476.36)</u>	<u>31,283.19</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	160,855.71	(136,731.61)	(427.39)	
FUND BALANCE, JULY 1	<u>426,715.75</u>	<u>243,178.24</u>	<u>427.39</u>	<u>          </u>
FUND BALANCE, JUNE 30	<u>\$ 587,571.46</u>	<u>\$ 106,446.63</u>	<u>\$           </u>	<u>\$           </u>

2005 EQUIPMENT FINANCING	2003 GENERAL OBLIGATION CONSTRUCTION	2003 SPECIAL ASSESSMENT CONSTRUCTION	TOTALS	
			2005	2004
\$ 4.15	\$ 1,003.57	\$ 773.72	\$ 13,358.25	\$ 6,853.43
			485,513.99	250,102.97
<u>4.15</u>	<u>1,003.57</u>	<u>773.72</u>	<u>498,872.24</u>	<u>256,956.40</u>
			695,848.81	361,550.21
<u>2,000.00</u>			<u>14,066.48</u>	<u>38,997.78</u>
<u>2,000.00</u>			<u>709,915.29</u>	<u>400,547.99</u>
<u>(1,995.85)</u>	<u>1,003.57</u>	<u>773.72</u>	<u>(211,043.05)</u>	<u>(143,591.59)</u>
152,000.00			183,293.60	430,000.00
<u>(150,000.00)</u>	<u>(3,618.89)</u>	<u>(18,590.51)</u>	<u>530,694.90</u>	<u>206,958.59</u>
			<u>(499,676.70)</u>	<u>(645,675.48)</u>
<u>2,000.00</u>	<u>(3,618.89)</u>	<u>(18,590.51)</u>	<u>214,311.80</u>	<u>(8,716.89)</u>
4.15	(2,615.32)	(17,816.79)	3,268.75	(152,308.48)
	<u>51,958.53</u>	<u>47,245.72</u>	<u>769,525.63</u>	<u>921,834.11</u>
\$ <u>4.15</u>	\$ <u>49,343.21</u>	\$ <u>29,428.93</u>	\$ <u>772,794.38</u>	\$ <u>769,525.63</u>

## INTERNAL SERVICE FUNDS

Internal Service Funds are established to finance and account for services and/or commodities furnished by a designated program to other programs within the City. Since the services and commodities are supplied exclusively to programs under the City's jurisdiction, they are distinguishable from those services which are rendered to the public in general and which are accounted for in General, Special Revenue or Enterprise Funds.

The City's Motor Pool Fund, Information Technology Fund, and Telephone Communication Fund are operated as Internal Service Funds.



**CITY OF LAPEER, MICHIGAN**  
**COMBINING BALANCE SHEET**  
**INTERNAL SERVICE FUNDS**  
**JUNE 30, 2005**  
**WITH COMPARATIVE TOTALS FOR JUNE 30, 2004**

	MOTOR POOL	INFORMATION TECHN- OLOGY	TELEPHONE COMMUN- ICATION	TOTALS 2005	TOTALS 2004
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash	\$ 211,102.08	\$	\$	\$ 211,102.08	\$ 126,001.10
Investments					300,000.00
Accounts receivable	24,968.60	2,090.00		27,058.60	169.25
Prepaid expenses	3,205.23			3,205.23	12,163.95
Inventory	24,555.35			24,555.35	23,669.85
<b>TOTAL CURRENT ASSETS</b>	<u>263,831.26</u>	<u>2,090.00</u>		<u>265,921.26</u>	<u>462,004.15</u>
<b>FIXED ASSETS</b>					
Land and improvements	22,328.64			22,328.64	97,169.95
Infrastructure	83,498.98			83,498.98	
Vehicles and equipment	1,565,823.84	13,794.00		1,579,617.84	1,467,936.26
Accumulated depreciation	(1,111,967.90)	(2,622.74)		(1,114,590.64)	(1,157,385.94)
<b>NET FIXED ASSETS</b>	<u>559,683.56</u>	<u>11,171.26</u>		<u>570,854.82</u>	<u>407,720.27</u>
<b>TOTAL ASSETS</b>	<u>\$ 823,514.82</u>	<u>\$ 13,261.26</u>	<u>\$</u>	<u>\$ 836,776.08</u>	<u>\$ 869,724.42</u>
<b>LIABILITIES AND FUND EQUITY</b>					
<b>CURRENT LIABILITIES</b>					
Accounts payable	\$ 14,958.62	\$ 7,757.58	\$ 1,824.09	\$ 24,540.29	\$ 19,214.47
Due to other funds		20,681.90	159.28	20,841.18	7,971.08
Accrued expenses	1,723.94			1,723.94	5,203.14
Notes payable	34,214.63	33,113.82		67,328.45	57,036.00
<b>TOTAL CURRENT LIABILITIES</b>	<u>50,897.19</u>	<u>61,553.30</u>	<u>1,983.37</u>	<u>114,433.86</u>	<u>89,424.69</u>
<b>LONG-TERM LIABILITIES</b>					
Notes payable	153,989.85	17,727.20		171,717.05	153,621.31
<b>TOTAL LIABILITIES</b>	<u>204,887.04</u>	<u>79,280.50</u>	<u>1,983.37</u>	<u>286,150.91</u>	<u>243,046.00</u>
<b>FUND EQUITY</b>					
Contributed capital - local	100,000.00			100,000.00	164,690.00
<b>RETAINED EARNINGS</b>					
Retained earnings	494,072.43	(66,019.24)	(1,983.37)	426,069.82	438,318.57
Reserve for inventory	24,555.35			24,555.35	23,669.85
<b>TOTAL RETAINED EARNINGS</b>	<u>518,627.78</u>	<u>(66,019.24)</u>	<u>(1,983.37)</u>	<u>450,625.17</u>	<u>461,988.42</u>
<b>TOTAL FUND EQUITY</b>	<u>618,627.78</u>	<u>(66,019.24)</u>	<u>(1,983.37)</u>	<u>550,625.17</u>	<u>626,678.42</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$ 823,514.82</u>	<u>\$ 13,261.26</u>	<u>\$</u>	<u>\$ 836,776.08</u>	<u>\$ 869,724.42</u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	MOTOR POOL	INFORMATION TECHN- OLOGY	TELEPHONE COMMUN- ICATION	TOTALS 2005	2004
OPERATING REVENUES					
Equipment rentals	\$ 444,936.57	\$ 181,898.00	\$ 38,873.00	\$ 665,707.57	\$ 580,791.20
OPERATING EXPENSES					
Salaries and wages	90,499.00			90,499.00	107,339.95
Fringe benefits	48,369.83			48,369.83	41,945.55
Office supplies	1,138.25			1,138.25	1,034.89
Operating supplies	142,805.42			142,805.42	120,680.72
Repairs and maintenance	4,296.26	112,964.47	3,701.10	120,961.83	102,419.87
Professional and contractual services	5,869.31		475.00	6,344.31	17,212.74
Insurance	40,649.67	2,443.25	432.00	43,524.92	37,057.44
Rental	2,420.58			2,420.58	690.81
Miscellaneous	1,682.96			1,682.96	1,746.10
Depreciation	99,553.15	2,622.74		102,175.89	101,395.68
Capital outlay	9,518.03	34,680.07		44,198.10	50,268.09
Utilities	12,380.76		35,930.17	48,310.93	43,609.64
TOTAL OPERATING EXPENSES	459,183.22	152,710.53	40,538.27	652,432.02	625,401.48
OPERATING INCOME (LOSS)	(14,246.65)	29,187.47	(1,665.27)	13,275.55	(44,610.28)
NONOPERATING REVENUE (EXPENSE)					
Interest income	7,178.05		34.83	7,212.88	3,866.15
Interest expense	(6,793.12)	(2,372.76)		(9,165.88)	(7,739.41)
Gain on sale of fixed assets	12,743.84			12,743.84	2,291.73
TOTAL NONOPERATING REVENUE (EXPENSE)	13,128.77	(2,372.76)	34.83	10,790.84	(1,581.53)
OPERATING TRANSFERS					
Operating transfers in		476.36		476.36	
Operating transfers out	(100,596.00)			(100,596.00)	(35,353.94)
TOTAL OPERATING TRANSFERS	(100,596.00)	476.36		(100,119.64)	(35,353.94)
NET INCOME (LOSS)	(101,713.88)	27,291.07	(1,630.44)	(76,053.25)	(81,545.75)
PRIOR PERIOD ADJUSTMENT					(67,308.00)
REDUCTION OF CONTRIBUTED CAPITAL	64,690.00			64,690.00	
RETAINED EARNINGS, JULY 1	555,651.66	(93,310.31)	(352.93)	461,988.42	610,842.16
RETAINED EARNINGS, JUNE 30	\$ 518,627.78	\$ (66,019.24)	\$ (1,983.37)	\$ 450,625.17	\$ 461,988.41

## CITY OF LAPEER, MICHIGAN

## STATEMENT OF CASH FLOWS

## INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	MOTOR POOL	INFORMATION TECH- NOLOGY	TELEPHONE COMMUN- ICATION	TOTALS	
				2005	2004
OPERATING ACTIVITIES					
Operating income (loss)	\$ (14,246.65)	\$ 29,187.47	\$ (1,665.27)	\$ 13,275.55	\$ (44,610.27)
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation	99,553.15	2,622.74		102,175.89	101,395.68
Gain (loss) on sale of fixed assets	(12,743.84)			(12,743.84)	73.27
(Increase) decrease in assets					
Inventory	(885.50)			(885.50)	(5,134.35)
Prepaid expenses	8,834.47	124.25		8,958.72	(1,905.42)
Accounts receivable	(24,799.35)	(2,090.00)		(26,889.35)	(169.25)
Increase (decrease) in liabilities					
Accounts payable	(797.26)	4,357.58	1,765.50	5,325.82	(2,005.18)
Interfund borrowing					7,971.08
Accrued expenses	(3,479.20)	13,005.16	(135.06)	9,390.90	1,052.28
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>51,435.82</u>	<u>47,207.20</u>	<u>(34.83)</u>	<u>98,608.19</u>	<u>56,667.84</u>
NON-CAPITAL FINANCING ACTIVITIES					
Operating transfers in		476.36		476.36	
Operating transfers out	(100,596.00)			(100,596.00)	(35,353.94)
NET CASH PROVIDED BY (USED IN) NON-CAPITAL FINANCING ACTIVITIES	<u>(100,596.00)</u>	<u>476.36</u>		<u>(100,119.64)</u>	<u>(35,353.94)</u>
CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of fixed assets	(262,508.60)	(13,794.00)		(276,302.60)	(58,743.32)
Principal payments	53,111.87	(33,889.56)		19,222.31	87,117.90
Proceeds from sale of capital assets	36,479.84			36,479.84	9,159.06
NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(172,916.89)</u>	<u>(47,683.56)</u>		<u>(220,600.45)</u>	<u>37,533.64</u>
INVESTING ACTIVITIES					
Increase (decrease) in investments	300,000.00			300,000.00	(300,000.00)
Interest received	7,178.05		34.83	7,212.88	3,866.15
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	<u>307,178.05</u>		<u>34.83</u>	<u>307,212.88</u>	<u>(296,133.85)</u>
NET (INCREASE) DECREASE IN CASH AND CASH EQUIVALENTS	85,100.98			85,100.98	(237,286.31)
PRIOR PERIOD ADJUSTMENT					(67,308.00)
CASH AND CASH EQUIVALENTS, JULY 1	<u>126,001.10</u>			<u>126,001.10</u>	<u>430,595.41</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u>\$ 211,102.08</u>	<u>\$</u>	<u>\$</u>	<u>\$ 211,102.08</u>	<u>\$ 126,001.10</u>

CITY OF LAPEER, MICHIGAN  
RECONCILIATION OF CASH AND CASH EQUIVALENTS PER  
STATEMENT OF CASH FLOWS TO THE COMBINING BALANCE SHEET  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2005

	CASH	INVESTMENT	STATEMENT OF CASH FLOWS TOTAL
CASH AND CASH EQUIVALENTS, JULY 1	\$ 126,001.10	\$	\$ 126,001.10
NET INCREASE	<u>85,100.98</u>	<u></u>	<u>85,100.98</u>
CASH AND CASH EQUIVALENTS, JUNE 30	\$ <u>211,102.08</u>	\$ <u></u>	\$ <u>211,102.08</u>

## PERMANENT FUND

The permanent fund exists to account for resources legally held in trust to be used for cemetery perpetual care.

CITY OF LAPEER, MICHIGAN  
BALANCE SHEET  
PERMANENT FUND  
MT. HOPE CEMETERY PERPETUAL CARE  
JUNE 30, 2005  
WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

	2005	2004
ASSETS		
Cash	\$ 151,332.26	\$ 150,392.26
Accounts receivable	<u>180.00</u>	<u>180.00</u>
TOTAL ASSETS	<u>\$ 151,512.26</u>	<u>\$ 150,572.26</u>
FUND BALANCE		
Reserved for cemetery perpetual care	\$ 151,171.27	\$ 150,231.27
Unreserved	<u>340.99</u>	<u>340.99</u>
TOTAL FUND BALANCE	<u>\$ 151,512.26</u>	<u>\$ 150,572.26</u>

CITY OF LAPEER, MICHIGAN  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
PERMANENT FUND  
MT. HOPE CEMETERY PERPETUAL CARE  
FOR THE YEAR ENDED JUNE 30, 2005  
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004

	2005	2004
REVENUES		
Donations and rights	\$ 940.00	\$ 500.00
Interest and rent	<u>3,638.47</u>	<u>1,451.13</u>
 TOTAL REVENUES	 <u>4,578.47</u>	 <u>1,951.13</u>
EXPENDITURES		
Other	<u></u>	<u>275.00</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 4,578.47	 1,676.13
OTHER FINANCING USES		
Operating transfers out	<u>(3,638.47)</u>	<u>(1,451.13)</u>
EXCESS OF REVENUES AND OTHER FINANCING USES OVER EXPENDITURES	 940.00	 225.00
FUND BALANCE, JULY 1	<u>150,572.26</u>	<u>150,347.26</u>
FUND BALANCE, JUNE 30	\$ <u><u>151,512.26</u></u>	\$ <u><u>150,572.26</u></u>

#### GENERAL LONG-TERM DEBT ACCOUNT GROUP

General obligation bonds and other forms of long-term debt supported by general revenues are obligations of the governmental unit as a whole and not its individual constituent funds. Also, the proceeds of such debt may be spent on facilities which are utilized in the operations of several funds. For these reasons, the amount of such unmatured long-term indebtedness is recorded and accounted for in a separate self-balancing group of accounts titled "General Long-Term Debt Account Group."



CITY OF LAPEER, MICHIGAN  
STATEMENT OF GENERAL LONG-TERM DEBT  
GENERAL LONG-TERM DEBT ACCOUNT GROUP  
JUNE 30, 2005

AMOUNTS AVAILABLE AND TO BE PROVIDED FOR  
PAYMENT OF LONG-TERM DEBT

Amount available in Debt Service Funds	\$ 1,037,693.05
Amount to be provided for payment of long-term debt	<u>5,793,400.71</u>
 TOTAL	 <u>\$ 6,831,093.76</u>

GENERAL LONG-TERM DEBT PAYABLE

2001 Special Assessment Bonds	\$ 130,000.00
1997 General Obligation Tax Bond	100,000.00
1997 Special Assessment Bonds	105,000.00
1998 Special Assessment Bonds	620,000.00
Accumulated Compensated Absences	587,084.70
Fire Truck Attachment Loan	146,453.32
2001 General Obligation Bonds	215,000.00
1996 Special Assessment Bonds	15,000.00
1996 General Obligation Limited Tax Bonds	15,000.00
2002 General Obligation Bonds	307,372.89
2002 Special Assessment Bonds	290,000.00
2002 Building Authority Refunding	1,010,000.00
Abstract Building Loan	152,000.00
Backhoe and Loader Loan	28,182.85
1998 General Obligation Bonds	350,000.00
1998 Series B General Obligation Bonds	60,000.00
1998 Series B Special Assessment Bonds	45,000.00
1999 Building Authority Bonds	695,000.00
2000 General Obligation Tax Bonds	175,000.00
2000 Special Assessment Bonds	40,000.00
2001 Building Authority Bonds	1,345,000.00
2003 Special Assessment Bonds	190,000.00
2003 General Obligation Bonds	<u>210,000.00</u>
 TOTAL	 <u>\$ 6,831,093.76</u>

## CAPITAL ASSETS

**CITY OF LAPEER, MICHIGAN**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE AS OF JUNE 30, 2005 WITH COMPARATIVE TOTALS FOR JUNE 30, 2004**

	2005	2004
General Fixed Assets		
Land	\$ 9,490,990.21	\$ 9,590,030.21
Construction in progress	1,354,928.85	1,155,791.88
Buildings	5,311,162.67	4,899,415.67
Improvements other than buildings	3,300,222.08	3,299,969.08
Machinery and equipment	2,956,775.57	3,025,399.08
Infrastructure	<u>807,179.51</u>	<u>807,179.51</u>
TOTAL	<u>\$ 23,221,258.89</u>	<u>\$ 22,777,785.43</u>

**CITY OF LAPEER, MICHIGAN**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	GENERAL FIXED ASSETS JULY 1, 2004	ADDITIONS	DELETIONS	GENERAL FIXED ASSETS JUNE 30, 2005
General Government				
City Hall	\$ 1,072,412.56	\$ 12,000.00	\$	\$ 1,084,412.56
Accounting	97,220.53			97,220.53
Assessor	14,852.10			14,852.10
Cable advisory	4,992.63			4,992.63
City Clerk	3,232.50			3,232.50
City Commission	209,483.68			209,483.68
City Manager	32,616.95			32,616.95
Elections	29,588.81			29,588.81
Geographic information systems	23,984.15			23,984.15
Income tax	3,444.54			3,444.54
Information technology	438,458.08			438,458.08
MESC building	124,040.00		124,040.00	
Planning	3,694,627.51	513,970.20	50,000.00	4,158,597.71
Train depot	217,836.79	5,419.29		223,256.08
Cemetery	221,983.64	31,000.00		252,983.64
Total General Government	<u>6,188,774.47</u>	<u>562,389.49</u>	<u>174,040.00</u>	<u>6,577,123.96</u>
Public Safety				
Police	1,588,811.95		1,197.50	1,587,614.45
Fire	2,785,968.30		98,426.01	2,687,542.29
Parking	769,219.82			769,219.82
Housing rehabilitation	1,476,405.29		25,000.00	1,451,405.29
Total Public Safety	<u>6,620,405.36</u>		<u>124,623.51</u>	<u>6,495,781.85</u>
Parks and Recreation				
Parks	1,644,955.64	37,229.28		1,682,184.92
Trailer park	145,810.42			145,810.42
Community center	626,423.94			626,423.94
Total Parks and Recreation	<u>2,417,190.00</u>	<u>37,229.28</u>		<u>2,454,419.28</u>
Public Works	<u>7,551,415.60</u>	<u>142,518.20</u>		<u>7,693,933.80</u>
Total General Fixed Assets	<u>\$ 22,777,785.43</u>	<u>\$ 742,136.97</u>	<u>\$ 298,663.51</u>	<u>\$ 23,221,258.89</u>
Component Units				
Tax Increment Financing Authority	\$ 6,657,450.46	\$	\$	\$ 6,657,450.46
Local Development Finance Authority	206,773.89			206,773.89
Downtown Development Authority	277,690.29			277,690.29
Total Component Units	<u>\$ 7,141,914.64</u>	<u>\$</u>	<u>\$</u>	<u>\$ 7,141,914.64</u>

**CITY OF LAPEER, MICHIGAN**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	LAND	BUILDINGS	IMPROVEMENTS OTHER THAN BUILDINGS
General Government			
City Hall	\$ 1,200.00	\$ 901,011.17	\$ 35,233.72
Accounting			
Assessor			
Cable advisory			
City Clerk			
City Commission		200,078.68	5,000.00
City Manager			
Elections			
Geographic information systems			
Income tax			
Information technology			
Planning	3,687,203.59	423,271.93	32,624.99
Train depot	42,857.13	33,561.07	113,872.78
Cemetery	105,468.75	20,490.46	14,046.51
Total General Government	<u>3,836,729.47</u>	<u>1,578,413.31</u>	<u>200,778.00</u>
Public Safety			
Police	448,263.00	1,010,929.19	
Fire	448,263.00	1,010,929.20	
Parking	768,039.00	1,180.82	
Housing rehabilitation	1,448,486.00		
Total Public Safety	<u>3,113,051.00</u>	<u>2,023,039.21</u>	
Parks and Recreation			
Parks	656,386.91	112,372.34	699,399.34
Trailer park			145,810.42
Community center	208,262.25	14,743.00	19,970.00
Total Parks and Recreation	<u>864,649.16</u>	<u>127,115.34</u>	<u>865,179.76</u>
Public Works	<u>1,676,560.58</u>	<u>1,582,594.81</u>	<u>2,234,264.32</u>
Total General Fixed Assets	<u>\$ 9,490,990.21</u>	<u>\$ 5,311,162.67</u>	<u>\$ 3,300,222.08</u>
Component Units			
Tax Increment Financing Authority	\$ 14,400.00	\$ 6,642,350.46	\$ 700.00
Local Development Finance Authority	206,773.89		
Downtown Development Authority	154,000.00	118,667.00	
Total Component Units	<u>\$ 375,173.89</u>	<u>\$ 6,761,017.46</u>	<u>\$ 700.00</u>

MACHINERY AND EQUIPMENT	CONSTRUCTION IN PROGRESS	INFRASTRUCTURE	TOTAL
\$ 146,967.67	\$	\$	\$ 1,084,412.56
97,220.53			97,220.53
14,852.10			14,852.10
4,992.63			4,992.63
3,232.50			3,232.50
4,405.00			209,483.68
32,616.95			32,616.95
29,588.81			29,588.81
23,984.15			23,984.15
3,444.54			3,444.54
438,458.08			438,458.08
1,527.00	13,970.20		4,158,597.71
7,790.00	25,175.10		223,256.08
112,977.92			252,983.64
<u>922,057.88</u>	<u>39,145.30</u>		<u>6,577,123.96</u>
128,422.26			1,587,614.45
1,228,350.09			2,687,542.29
2,919.29			769,219.82
<u>1,359,691.64</u>			<u>1,451,405.29</u>
176,797.05	37,229.28		1,682,184.92
383,448.69			145,810.42
<u>560,245.74</u>	<u>37,229.28</u>		<u>626,423.94</u>
114,780.31	1,278,554.27	807,179.51	2,454,419.28
<u>\$ 2,956,775.57</u>	<u>\$ 1,354,928.85</u>	<u>\$ 807,179.51</u>	<u>\$ 23,221,258.89</u>
\$	\$	\$	\$ 6,657,450.46
5,023.29			206,773.89
<u>\$ 5,023.29</u>	<u>\$</u>	<u>\$</u>	<u>277,690.29</u>
			<u>\$ 7,141,914.64</u>



## LETTER OF COMMENTS AND RECOMMENDATIONS

Honorable Mayor and City Commission  
City of Lapeer  
Lapeer, Michigan

We have examined the financial statements of the CITY OF LAPEER, MICHIGAN for the year ended June 30, 2005, and have issued our report thereon dated August 19, 2005. As part of our audit, we made a study and evaluation of the City's system of internal accounting controls to the extent we considered necessary solely to determine the nature, timing and extent of our auditing procedures. Accordingly, we do not express an opinion on the system of internal accounting control taken as a whole.

The management of the City of Lapeer, Michigan is responsible for establishing and maintaining a system of internal accounting control. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of a system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with U.S. generally accepted accounting principles. Because of inherent limitations in any system of internal accounting control, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study and evaluation made for the limited purpose described in the first paragraph would not necessarily disclose all weaknesses in the system. However, our examination did disclose the following conditions that we believe result in a risk that errors or irregularities in amounts that would be material in relation to the financial statements of the City of Lapeer may occur and not be detected within a timely period.

### PRIOR YEAR RECOMMENDATIONS

#### FIXED ASSET RECORDS

The City's control over fixed assets has improved but fixed assets additions and deletions of the proprietary fund type fixed assets are still recorded as part of the year end audit. We recommend that additions and deletions of fixed assets be recorded when they occur. **This has not been implemented.**

#### PAYROLL

We noted that several W-4's were outdated. We recommend that W-4's be updated every three years or whenever an employee wishes to change their exemptions. This will ensure that proper amounts are being withheld. **This has been implemented.**

We noted that there is no review of the payroll before checks are printed. We recommend that someone review the payroll to ensure the accuracy of each check. **This has not been implemented.**

## **PRIOR YEAR RECOMMENDATIONS - Concluded**

### **CREDIT CARDS**

We noted that there are an extremely high number of credit cards being issued to employees. We recommend that only the department head and one or two key employees in that department have a credit card. This will make for an easier review of credit card expenses and reduce the chance of credit card misuse. **The City Manager and Director of Financial Services have reviewed the list of credit card holders, with the city's department heads, to determine the number required for efficient operations of city departments. Based upon this review there has been a substantial reduction (41% decrease) in the number of cards utilized by city staff. This reduction in the number of authorized card holders became effective September 30, 2005.**

## **CURRENT YEAR RECOMMENDATIONS**

### **PAYROLL**

We noted that one employee was having the wrong amount withheld for income taxes. Each W-4 should be compared to the computer system to ensure that all amounts being withheld are correct.

We are grateful to the officials and employees of the City of Lapeer, Michigan for the assistance and cooperation which we received during the audit, and we thank them.

Very truly yours,

A handwritten signature in black ink that reads "Layton & Richardson, P.C." in a cursive, flowing script.

*Certified Public Accountants*

East Lansing, Michigan

August 19, 2005



STATISTICAL SECTION

**CITY OF LAPEER, MICHIGAN**  
**GOVERNMENT-WIDE EXPENSES BY FUNCTION**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)

FISCAL YEAR	GENERAL GOVERNMENT	PUBLIC SAFETY	PUBLIC WORKS	COMMUNITY DEVELOPMENT AND ENRICHMENT	HIGHWAYS AND STREETS	CULTURE AND RECREATION
1996	\$ 925.00	\$ 1,251.00	\$ 630.00	\$ 1,622.00	\$ 1,298.00	\$ 1,276.00
1997	984.00	1,332.00	614.00	2,573.00	1,197.00	1,065.00
1998	1,030.00	1,509.00	662.00	2,250.00	2,392.00	1,081.00
1999	1,154.00	1,558.00	609.00	881.00	3,515.00	1,218.00
2000	1,183.00	1,707.00	640.00	1,906.00	1,153.00	1,284.00
2001	1,225.00	1,803.00	694.00	1,726.00	1,492.00	1,348.00
2002	1,249.00	1,938.00	722.00	1,714.00	1,588.00	1,506.00
2003	1,387.00	2,229.00	788.00	1,062.00	1,961.00	1,562.00
2004	1,321.00	2,225.00	735.00	767.00	2,072.00	1,796.00
2005	1,306.00	2,395.00	730.00	645.00	878.00	2,013.00

CAPITAL OUTLAY	OTHER	INTEREST ON LONG-TERM DEBT	WATER	SEWER	PARKING	TOTAL
\$ 104.00	\$ 459.00	\$ 473.00	\$ 1,147.00	\$ 1,201.00	\$ 43.00	\$ 10,429.00
397.00	428.00	430.00	1,093.00	1,403.00	45.00	11,561.00
218.00	521.00	372.00	1,482.00	1,322.00	49.00	12,888.00
574.00	491.00	491.00	1,479.00	1,429.00	69.00	13,468.00
1,714.00	532.00	499.00	1,381.00	1,428.00	56.00	13,483.00
1,031.00	637.00	430.00	1,531.00	1,587.00	57.00	13,561.00
1,466.00	664.00	448.00	1,604.00	1,563.00	51.00	14,513.00
682.00	264.00	428.00	1,827.00	1,767.00	64.00	14,021.00
401.00	183.00	329.00	1,833.00	1,735.00	70.00	13,467.00
696.00	197.00	303.00	1,749.00	1,921.00	77.00	12,910.00

CITY OF LAPEER, MICHIGAN  
GOVERNMENT-WIDE REVENUES  
LAST TEN FISCAL YEARS

PROGRAM REVENUES				
FISCAL YEAR		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
1996	\$	3,792,460.92	\$ 469,734.00	\$ 737,495.00
1997		4,004,935.32	506,840.00	665,215.00
1998		4,210,461.96	573,837.00	146,748.00
1999		4,767,966.64	621,128.00	184,807.00
2000		4,876,845.24	627,525.00	383,609.00
2001		4,440,596.23	699,641.00	262,836.00
2002		4,840,353.80	719,076.00	407,454.00
2003		5,997,683.30	1,536,325.59	
2004		7,220,909.53	1,103,848.86	
2005		7,221,836.58	904,933.35	

GENERAL REVENUES

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	TAXES	GRANTS AND CONTRIBUTIONS NOT RESTRICTED TO SPECIFIC PROGRAMS	UNRESTRICTED INVESTMENT EARNINGS	MISCELLANEOUS	TOTAL
\$	3,138,335.40	\$ 719,083.00	\$ 385,165.63	\$ 898,836.31	\$ 10,141,110.26
	3,247,303.92	751,322.00	500,821.24	543,523.10	10,219,960.58
	3,402,036.98	774,374.00	614,451.11	217,325.55	9,939,234.60
	3,662,336.26	816,444.00	587,424.86	520,261.49	11,160,368.25
	3,906,418.58	836,253.00	724,647.08	709,958.96	12,065,256.86
	3,866,991.69	938,510.00	677,510.35	402,211.78	11,288,297.05
	4,135,221.28	1,037,526.00	420,249.29	269,860.59	11,829,740.96
	5,644,884.30		302,319.06	676,290.37	14,157,502.62
	4,339,746.67		256,562.02	1,184,987.50	14,106,054.58
	4,474,048.32		348,843.34	1,287,261.21	14,236,922.80

# CITY OF LAPEER, MICHIGAN

## GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)

### LAST TEN FISCAL YEARS

(amounts expressed in thousands)

FISCAL YEAR	GENERAL GOVERNMENT	PUBLIC SAFETY	PUBLIC WORKS	COMMUNITY DEVELOPMENT AND ENRICHMENT	HIGHWAYS AND STREETS
1996	\$ 925.00	\$ 1,251.00	\$ 630.00	\$ 1,622.00	\$ 1,298.00
1997	984.00	1,332.00	614.00	2,573.00	1,197.00
1998	1,030.00	1,509.00	662.00	2,250.00	2,392.00
1999	1,154.00	1,558.00	609.00	881.00	3,515.00
2000	1,183.00	1,707.00	640.00	1,906.00	1,153.00
2001	1,225.00	1,803.00	694.00	1,726.00	1,492.00
2002	1,249.00	1,938.00	722.00	1,714.00	1,588.00
2003	1,387.00	2,229.00	788.00	1,062.00	1,961.00
2004	1,321.00	2,225.00	735.00	767.00	2,072.00
2005	1,306.00	2,395.00	730.00	645.00	878.00

(1) Includes general, special revenue, and debt service funds

CULTURE AND RECREATION	CAPITAL OUTLAY	OTHER	DEBT SERVICE	TOTAL
\$ 1,276.00	\$ 104.00	\$ 459.00	\$ 1,370.00	\$ 8,935.00
1,065.00	397.00	428.00	1,390.00	9,980.00
1,081.00	218.00	521.00	1,345.00	11,008.00
1,218.00	574.00	491.00	1,651.00	11,651.00
1,284.00	1,714.00	532.00	1,896.00	12,015.00
1,348.00	1,031.00	637.00	1,756.00	11,712.00
1,506.00	1,466.00	664.00	1,926.00	12,773.00
1,562.00	682.00	264.00	3,312.00	13,247.00
1,796.00	401.00	183.00	1,482.00	10,982.00
2,013.00	696.00	197.00	1,487.00	10,347.00

**CITY OF LAPEER, MICHIGAN**  
**GENERAL GOVERNMENT REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR		TAXES	LICENSES AND PERMITS		INTER- GOVERNMENTAL		CHARGES FOR SERVICES
1996	\$	3,791,496.44	\$	5,524.00	\$	1,624,730.58	\$ 1,151,348.58
1997		4,120,764.07		6,082.00		1,923,286.98	1,312,650.21
1998		4,252,265.58		6,302.40		1,620,443.00	1,414,292.37
1999		4,479,579.95		1,997.50		1,606,061.79	1,492,882.91
2000		4,742,843.09		7,088.00		1,754,530.15	1,617,326.90
2001		4,757,038.89		7,750.00		2,100,497.38	1,652,916.14
2002		5,103,654.63		4,821.00		2,149,964.29	1,585,075.28
2003		4,180,289.78		7,062.00		1,892,186.34	1,769,823.18
2004		4,293,785.48		4,188.00		1,975,778.06	1,807,287.40
2005		4,463,662.59		7,721.50		1,706,431.60	1,968,633.05



FINES AND FORFEITS	INVESTMENT EARNINGS	SPECIAL ASSESSMENTS	MISCELLANEOUS	TOTAL
\$ 72,451.09	\$ 516,258.16	\$ 310,878.47	\$ 1,013,632.34	\$ 8,486,319.66
67,104.36	633,438.02	581,753.97	571,889.42	9,216,969.03
73,440.65	761,951.81	793,588.56	259,166.10	9,181,450.47
57,390.98	676,086.70	574,991.15	366,778.68	9,255,769.66
78,589.06	707,001.81	480,612.61	850,558.52	10,238,550.14
72,464.39	751,789.39	361,293.38	433,087.63	10,136,837.20
54,824.44	488,639.60	437,577.43	208,664.33	10,033,221.00
65,583.71	352,246.23	379,294.78	929,668.39	9,576,154.41
63,256.68	280,621.19	466,584.21	603,578.90	9,495,079.92
42,542.20	296,562.05	356,414.28	1,185,174.77	10,027,142.04

**CITY OF LAPEER, MICHIGAN**  
**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	PROPERTY TAX	INCOME TAX	PENALTIES AND INTEREST
1996	\$ 2,088,466.97	\$ 1,675,174.93	\$ 27,854.54
1997	2,365,368.52	1,727,595.44	27,800.11
1998	2,424,980.66	1,805,213.96	22,070.96
1999	2,498,589.78	1,937,153.41	43,836.76
2000	2,603,521.16	2,105,049.74	34,272.19
2001	2,746,998.00	1,968,185.84	41,855.05
2002	2,922,311.98	2,100,527.45	80,815.20
2003	2,082,519.29	2,050,821.81	46,948.68
2004	2,073,110.88	2,164,035.74	56,638.86
2005	2,147,464.60	2,243,650.17	72,547.82

**CITY OF LAPEER, MICHIGAN**  
**PROPERTY TAX LEVIES AND COLLECTIONS**

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENT OF CURRENT TAXES COLLECTED
1996	\$ 1,221,166.66	\$ 1,144,544.05	93.73%
1997	1,308,931.26	1,246,290.23	95.21%
1998	1,390,002.31	1,323,999.21	95.25%
1999	1,486,217.97	1,419,345.04	95.50%
2000	1,570,156.97	1,511,416.84	96.26%
2001	1,657,260.29	1,597,372.56	96.39%
2002	1,752,035.65	1,687,335.87	96.31%
2003	1,864,422.24	1,790,579.20	96.04%
2004	1,862,425.89	1,757,712.64	94.38%
2005	1,931,878.81	1,839,811.30	95.23%

DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	RATIO OF TOTAL TAX COLLECTIONS TO TOTAL TAX LEVY	OUTSTANDING DELINQUENT TAXES	RATIO OF DELINQUENT TAXES TO TOTAL TAX LEVY
\$ 75,746.77	\$ 1,220,290.82	99.93%	\$ 875.84	0.07%
56,547.06	1,302,837.29	99.53%	6,093.97	0.47%
65,797.45	1,389,796.66	99.99%	205.65	0.01%
66,121.41	1,485,466.45	99.95%	751.52	0.05%
58,582.76	1,569,999.60	99.99%	157.37	0.01%
59,448.62	1,656,821.18	99.97%	439.11	0.03%
64,699.78	1,752,035.65	100.00%		
62,675.12	1,853,254.32	99.40%	11,167.92	0.60%
82,361.32	1,840,073.96	98.80%	22,351.93	1.20%
14,736.15	1,854,547.45	96.00%	77,331.36	4.00%

**CITY OF LAPEER, MICHIGAN**  
**ASSESED AND ESTIMATED ACTUAL VALUE OF PROPERTY**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	REAL PROPERTY			PERSONAL PROPERTY
	(1) ASSESSED VALUE	(2) TAXABLE VALUE	ESTIMATED TRUE CASH VALUE	(1) ASSESSED VALUE
1996	108,185,000.00	106,985,025.00	216,370,000.00	20,662,000.00
1997	117,209,200.00	113,461,823.00	234,418,400.00	23,926,900.00
1998	124,983,000.00	118,731,243.00	249,966,000.00	27,955,300.00
1999	134,613,400.00	122,605,285.00	269,226,800.00	32,742,800.00
2000	146,597,900.00	127,706,804.00	293,195,800.00	36,904,400.00
2001	158,234,200.00	135,027,837.00	316,468,400.00	38,330,700.00
2002	189,367,600.00	146,364,245.00	378,735,200.00	37,796,900.00
2003	199,607,600.00	154,904,355.00	399,215,200.00	41,817,300.00
2004	211,581,400.00	160,522,273.00	423,162,800.00	38,886,900.00
2005	232,378,800.00	169,189,533.00	464,757,600.00	39,179,500.00

(1) Assessed Value is based on 50% of estimated true cash value

(2) Taxable Value is legally authorized tax base

PERSONAL PROPERTY		TOTAL			RATIO TO TOTAL TAXABLE VALUE TO TOTAL ESTIMATED TRUE CASH VALUE
(2) TAXABLE VALUE	ESTIMATED TRUE CASH VALUE	ASSESSED VALUE	TAXABLE VALUE	ESTIMATED TRUE CASH VALUE	
20,662,000.00	41,324,000.00	128,847,000.00	127,647,025.00	257,694,000.00	49.53%
23,926,900.00	47,853,800.00	141,136,100.00	137,388,723.00	282,272,200.00	48.67%
27,955,300.00	55,910,600.00	152,938,300.00	146,686,543.00	305,876,600.00	47.96%
32,742,800.00	65,485,600.00	167,356,200.00	155,348,085.00	334,712,400.00	46.41%
36,904,400.00	73,808,800.00	183,502,300.00	164,611,204.00	367,004,600.00	44.85%
38,330,700.00	76,661,400.00	196,564,900.00	173,358,537.00	393,129,800.00	44.10%
37,796,900.00	75,593,800.00	227,164,500.00	184,161,145.00	454,329,000.00	40.53%
41,817,300.00	83,634,600.00	241,424,900.00	196,721,655.00	482,849,800.00	40.74%
38,886,900.00	77,773,800.00	250,468,300.00	199,409,173.00	500,936,600.00	39.81%
39,179,500.00	78,359,000.00	271,558,300.00	208,369,033.00	543,116,600.00	38.37%

CITY OF LAPEER, MICHIGAN  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS

FISCAL YEAR	CITY OF LAPEER			COUNTY OF LAPEER		
	OPERATING MILLAGE	INFRA- STRUCTURE MILLAGE	TOTAL CITY MILLAGE	OPERATING MILLAGE	LIBRARY MILLAGE	SENIOR CITIZEN MILLAGE
1996	7.7911	1.0000	8.7911	4.1923	0.4609	0.1175
1997	7.7911	1.0000	8.7911	4.1923	0.4609	0.1175
1998	7.7911	1.0000	8.7911	4.0710	0.8860	0.1157
1999	7.7911	1.0000	8.7911	4.0405	0.8732	0.1250
2000	7.7911	1.0000	8.7911	4.0977	0.8797	0.1234
2001	7.7911	1.0000	8.7911	4.0460	0.8686	0.1218
2002	7.7911	1.0000	8.7911	3.9901	0.8566	0.1201
2003	7.7911	1.0000	8.7911	3.9454	0.8470	0.1250
2004	7.7911	1.0000	8.7911	3.8941	0.8359	0.1233
2005	7.7911	1.0000	8.7911	3.8539	0.8272	0.2500

COUNTY OF LAPEER		
E-911 MILLAGE	SUNCREST -MCF MILLAGE	TOTAL COUNTY MILLAGE
0.0000	0.0000	4.7707
0.7500	0.0000	5.5207
0.7384	0.0000	5.8111
0.7277	0.8000	6.5664
0.7331	0.7900	6.6239
0.7238	0.7800	6.5402
0.0000	0.7692	5.7360
0.0000	0.7605	5.6779
0.0000	0.7506	5.6039
0.0000	0.7428	5.6739

LAPEER COMMUNITY SCHOOL		
OPERATING MILLAGE	DEBT MILLAGE	TOTAL SCHOOL MILLAGE
18.0000	1.1000	19.1000
18.0000	0.8500	18.8500
18.0000	0.7500	18.7500
18.0000	0.6500	18.6500
17.8884	0.6000	18.4884
17.8079	0.6000	18.4079
17.6280	0.3750	18.0030
18.0000	0.0000	18.0000
18.0000	2.2500	20.2500
18.0000	2.2320	20.2320



**CITY OF LAPEER, MICHIGAN**

**PROPERTY TAX RATES**

DIRECT AND OVERLAPPING GOVERNMENTS - Concluded

LAST TEN FISCAL YEARS

FISCAL YEAR	LAPEER INTERMEDIATE SCHOOL				STATE OF MICHIGAN		TOTAL
	OPERATING MILLAGE	SPECIAL EDUCATION MILLAGE	VOCATIONAL EDUCATION MILLAGE	TOTAL SCHOOL MILLAGE	STATE EDUCATION MILLAGE	TOTAL STATE MILLAGE	
1996	0.2060	0.9154	2.1054	3.2268	6.0000	6.0000	41.8886
1997	0.2060	0.9154	2.1054	3.2268	6.0000	6.0000	42.3886
1998	0.2057	0.9141	2.1025	3.2223	6.0000	6.0000	42.5745
1999	0.2041	0.9072	2.0865	3.1978	6.0000	6.0000	43.2053
2000	0.2017	0.8966	2.0622	3.1605	6.0000	6.0000	43.0639
2001	0.1990	0.8848	2.0351	3.1189	6.0000	6.0000	42.8581
2002	0.1963	0.8730	2.0080	3.0773	6.0000	6.0000	41.6074
2003	0.1943	0.8643	1.9881	3.0467	6.0000	6.0000	41.5157
2004	0.1918	0.8534	1.9632	3.0084	5.0000	5.0000	42.6534
2005	0.1899	0.8452	1.9443	2.9794	6.0000	6.0000	43.6764

## CITY OF LAPEER, MICHIGAN

## PRINCIPAL TAXPAYERS

JUNE 30, 2005

TAXPAYER	TYPE OF BUSINESS	2004 TAXABLE VALUATION	PERCENTAGE OF TOTAL TAXABLE VALUE
Detroit Edison Company	Electric utility	\$ 6,093,000.00	2.63%
Lemforder ZF Corporation	Machine automotive and industrial metal products	5,062,500.00	2.19%
Carlisle Engineered Products	Injection and blow-molded plastic automotive parts	4,997,900.00	2.16%
H & H Tools, Inc.	Manufacture of transmission, hydraulic, and AC parts	4,468,700.00	1.93%
Meijer, Inc.	Retail store	4,350,700.00	1.88%
Dott Industries, Inc.	Chrome plating	3,748,000.00	1.62%
Rolling Hills Apartments, Inc.	Apartments	3,658,683.00	1.58%
American Shower and Bath	Vacuum forming bath products	3,477,400.00	1.50%
Lapeer Associates LLC	Rental management-commercial	3,153,878.00	1.36%
Citizens Leasing Corporation	Leasing of industrial machines	2,779,100.00	1.20%

CITY OF LAPEER, MICHIGAN  
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS  
LAST TEN FISCAL YEARS

FISCAL YEAR JUNE 30,	SPECIAL ASSESSMENT BILLINGS	SPECIAL ASSESSMENT COLLECTED
1996	\$ 257,316.17	\$ 481,566.44
1997	265,814.06	516,723.51
1998	425,107.12	625,525.13
1999	466,184.22	626,281.73
2000	392,797.62	479,255.23
2001	397,705.01	503,998.12
2002	399,135.81	457,709.55
2003	272,564.09	369,259.01
2004	311,314.81	466,584.21
2005	351,405.62	424,215.02

CITY OF LAPEER, MICHIGAN  
COMPUTATION OF LEGAL DEBT MARGIN  
JUNE 30, 2005

Assessed valuations:

Advolorum Assessed Value	\$ 271,558,300.00
Industrial Facilities Tax Assessed Value	<u>22,871,800.00</u>

Total Assessed Value	294,430,100.00
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Legal debt margin

Debt limitation - 10 percent of total assessed value	29,443,010.00
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Debt applicable to limitation:

Total bonded debt	10,421,105.00
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Less: Special assessment bonds	1,435,000.00
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Revenue bonds	3,695,000.00
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Transportation bonds	
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Equipment financing contracts	651,105.00
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Amount available for repayment of general obligation bonds	<u>102,258.00</u>
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Total debt applicable to limitation	<u>4,537,742.00</u>
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Legal debt margin	<u><u>\$ 24,905,268.00</u></u>
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**CITY OF LAPEER, MICHIGAN**  
**RATIO OF NET GENERAL OBLIGATION BONDED DEBT**  
**TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	(1) POPULATION	(2) ASSESSED VALUE	(3) GROSS BONDED DEBT
1996	8,067	\$ 128,847,000.00	\$ 5,174,382.91
1997	7,989	141,136,100.00	4,729,236.98
1998	7,988	152,938,300.00	5,543,015.02
1999	7,982	167,356,200.00	6,754,389.30
2000	9,072	183,502,300.00	5,874,506.36
2001	9,100	196,564,900.00	6,989,165.05
2002	9,130	227,164,500.00	6,643,988.37
2003	9,395	241,424,900.00	6,113,108.00
2004	9,395	250,468,300.00	5,717,328.42
2005	9,395	271,558,300.00	5,291,105.96

(1) Annual government census

(2) From the Assessed and Estimated Actual Value of Property table in this section

(3) Amount does not include special assessment bonds and revenue bonds

(4) Amount available for repayment of general obligation bonds

(5) These amounts are the general obligation bonds that are being repaid by the Water and Sewer Funds

(4) LESS DEBT SERVICE FUND	(5) DEBT PAYABLE FROM ENTERPRISES REVENUES	NET BONDED DEBT	RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
\$ 220,796.97	\$ 2,275,000.00	\$ 2,678,585.94	2.08%	332.04
220,086.92	1,995,000.00	2,514,150.06	1.78%	314.70
142,016.49	1,695,000.00	3,705,998.53	2.42%	463.95
140,312.08	2,125,769.74	4,488,307.48	2.68%	562.30
122,341.35	1,766,633.19	3,985,531.82	2.17%	439.32
95,768.99	1,402,674.88	5,490,721.18	2.79%	603.38
154,614.42	1,056,130.49	5,433,243.46	2.39%	595.10
118,341.95	486,000.00	5,508,766.05	2.28%	586.35
114,612.42	453,000.00	5,149,716.00	2.06%	548.13
102,257.91	315,000.00	4,873,848.05	1.79%	518.77

CITY OF LAPEER, MICHIGAN  
REVENUE BOND COVERAGE  
SEWER REVENUE BONDS  
LAST TEN FISCAL YEARS

FISCAL YEAR	(1) GROSS REVENUES	(2) OPERATING EXPENSES	NET REVENUE AVAILABLE FOR DEBT SERVICE
1996	\$ 982,840.72	\$ 843,891.30	\$ 138,949.42
1997	1,043,527.00	1,054,046.22	(10,519.22)
1998	1,008,902.31	986,431.30	22,471.01
1999	1,318,147.96	1,087,808.09	230,339.87
2000	969,490.39	1,084,889.90	(115,399.51)
2001	943,621.02	1,240,386.40	(296,765.38)
2002	970,868.28	1,209,574.36	(238,706.08)
2003	1,467,020.34	1,404,292.21	62,728.13
2004	2,053,519.35	1,361,630.65	691,888.70
2005	2,078,853.37	1,860,872.21	217,981.16

- (1) Total revenues (including investment earnings) exclusive of tap fees, grants, and transfers in and adjusted for transfer to debt service fund for General Obligation Bond.
- (2) Total operating expenses exclusive of depreciation
- (3) Includes principal and interest of sewer revenue bonds only. It does not include the general obligation bonds paid by the Sewer Fund.

DEBT SERVICE REQUIREMENTS (3)

PRINCIPAL	INTEREST	TOTAL	COVERAGE
\$ 10,000.00	\$ 34,861.26	\$ 44,861.26	3.10
15,000.00	34,216.26	49,216.26	(0.21)
15,000.00	27,476.90	42,476.90	0.53
15,000.00	26,022.50	41,022.50	5.62
15,000.00	25,212.50	40,212.50	(2.87)
20,000.00	24,382.50	44,382.50	(6.69)
20,000.00	23,320.00	43,320.00	(5.51)
20,000.00	22,232.50	42,232.50	1.49
25,000.00	21,120.00	46,120.00	15.00
25,000.00	19,755.00	44,755.00	4.87



CITY OF LAPEER, MICHIGAN

REVENUE BOND COVERAGE

WATER REVENUE BONDS

LAST TEN FISCAL YEARS

FISCAL YEAR	(1) GROSS REVENUES	(2) OPERATING EXPENSES	NET REVENUE AVAILABLE DEBT SERVICE
1996	\$ 1,264,183.56	\$ 995,159.57	\$ 269,023.99
1997	1,234,619.85	955,682.94	278,936.91
1998	1,304,854.68	1,395,653.25	(90,798.57)
1999	1,634,042.71	1,390,852.26	243,190.45
2000	1,290,460.69	1,292,351.30	(1,890.61)
2001	1,325,958.93	1,448,129.61	(122,170.68)
2002	1,703,287.58	1,523,473.05	179,814.53
2003	1,974,630.50	1,750,111.01	224,519.49
2004	2,137,428.61	1,761,119.89	376,308.72
2005	2,110,129.47	1,842,497.67	267,631.80

(1) Total revenues (including investment earnings) exclusive of tap fees, grants, and transfers in and adjusted for transfer to debt service fund for General Obligation Bond.

(2) Total operating expenses exclusive of depreciation

(3) Includes principal and interest of water revenue bonds only. It does not include the general obligation bonds paid by the Water Fund.

DEBT SERVICE REQUIREMENTS (3)

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PRICIPAL		INTEREST		TOTAL	COVERAGE
\$	20,000.00	\$	20,467.50	\$ 40,467.50	6.65
	20,000.00		19,127.50	39,127.50	7.13
	20,000.00		14,690.83	34,690.83	(2.62)
	20,000.00		15,750.00	35,750.00	6.80
	25,000.00		14,700.00	39,700.00	(0.05)
	25,000.00		8,410.00	33,410.00	(3.66)
	25,000.00		7,310.00	32,310.00	5.57
	30,000.00		6,185.00	36,185.00	6.20
	30,000.00		4,805.00	34,805.00	10.81
	35,000.00		3,395.00	38,395.00	6.97

CITY OF LAPEER, MICHIGAN  
DEMOGRAPHIC STATISTICS  
LAST TEN FISCAL YEARS

FISCAL YEAR	(1) POPULATION	PER CAPITA INCOME	MEDIAN AGE	EDUCATION LEVEL IN YEARS OF FORMAL SCHOOLING	SCHOOL ENROLLMENT	(2) UNEMPLOYMENT RATE
1996	8067	N/A	N/A	N/A	N/A	5.8%
1997	7989	N/A	N/A	N/A	N/A	4.7%
1998	7988	N/A	N/A	N/A	N/A	6.1%
1999	7982	\$ 16,608	33.2	12.4	2,191	4.4%
2000	9072	N/A	N/A	N/A	N/A	4.7%
2001	9130	N/A	N/A	N/A	N/A	6.8%
2002	9395	N/A	N/A	N/A	N/A	9.3%
2003	9395	N/A	N/A	N/A	N/A	9.7%
2004	9395	N/A	N/A	N/A	N/A	8.5%
2005	9395	N/A	N/A	N/A	N/A	8.5%

(1) Bureau of the Census

(2) Michigan Department of Development Employment Service Agency

# CITY OF LAPEER, MICHIGAN

## MISCELLANEOUS STATISTICS

JUNE 30, 2005

Date of Incorporation	1869
Form of Government	Council/Manager
Number of employees (excluding police and fire):	
Classified	48
Exempt	193
Area in square miles	5.53
City of Lapeer facilities and services:	
Miles of streets	37.58
Number of street lights	1057
Culture and Recreation:	
Community centers	1
Parks	15
Park acreage	193
Swimming pools	1
Tennis courts	6
Fire Protection:	
Number of stations	1
Number of fire personnel and officers	38
Number of calls answered	357
Number of inspections conducted	252
Police Protection:	
Number of stations	1
Number of police personnel and officers	23
Number of patrol units	8
Number of law violations:	
Physical arrests	547
Traffic Violations	1,928
Parking Violations	3,583
Sewerage System:	
Miles of sanitary sewers	31.21
Miles of storm sewers	12.6
Number of treatment plants	1
Number of service connections	3,188
Daily average treatment in gallons	1,660,000
Maximum daily capacity of treatment plant in gallons	2,800,000
Water System:	
Miles of water mains	55.3
Number of service connections	3,177
Number of fire hydrants	551
Daily average consumption in gallons	1,441,461
Maximum daily capacity of plant in gallons	Detroit Water System

CITY OF LAPEER, MICHIGAN

MISCELLANEOUS STATISTICS

JUNE 30, 2004

Facilities and services not included in the primary government:

Cable Television System:

Miles of service	70
Number of satellite receiving stations	

Education:

Number of elementary schools	2
Number of elementary school instructors	32
Number of secondary schools	2
Number of secondary school instructions	151

Facilities and services not included in the reporting entity:

Hospitals:

Number of hospitals	1
Number of patient beds	222

CONTINUING DISCLOSURE COMPLIANCE

## TIFA BONDS

1

**TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER**  
**CAPTURED TAXABLE VALUE OF THE TIFA DISTRICT #1'S IFT TAX ROLL BY CLASS**  
**FISCAL YEARS ENDING JUNE 30**

Class	2005	2004	2003	2002	2001
Real Property	\$ 2,474,000.00	\$ 2,542,500.00	2,985,000.00	\$ 3,916,500.00	\$ 5,762,500.00
Personal Property	<u>4,072,800.00</u>	<u>5,340,900.00</u>	<u>6,738,600.00</u>	<u>7,793,800.00</u>	<u>11,511,900.00</u>
Total	<u>\$ 6,546,800.00</u>	<u>\$ 7,883,400.00</u>	<u>9,723,600.00</u>	<u>\$ 11,710,300.00</u>	<u>\$ 17,274,400.00</u>



## TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER

CAPTURED TAXABLE VALUE OF THE TIFA DISTRICT #1'S IFT TAX ROLL BY CLASS AS A PERCENT TOTAL

FISCAL YEARS ENDING JUNE 30

Class	2005	2004	2003	2002	2001
Real Property	37.79%	32.25%	30.70%	33.44%	33.36%
Personal Property	<u>62.21%</u>	<u>67.75%</u>	<u>69.30%</u>	<u>66.56%</u>	<u>66.64%</u>
Total	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

## TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER

## PROPERTY TAX COLLECTIONS

FISCAL YEAR ENDING JUNE 30

FISCAL YEAR ENDING JUNE 30,	NET CAPTURED TAX LEVY	COLLECTIONS TO MARCH 1 FOLLOWING LEVY	PERCENT COLLECTED	COLLECTIONS TO JUNE 30 FOLLOWING LEVY	PERCENT COLLECTED
2005	\$ 984,616.00	\$ 939,569.00	95.42%	\$ 984,153.00	99.95%
2004	935,030.00	875,732.00	93.66%	934,740.00	99.97%
2003	960,383.32	927,057.00	96.53%	958,487.00	99.80%
2002	907,071.00	891,578.00	98.29%	907,071.00	100.00%
2001	887,821.00	870,554.00	98.06%	873,327.00	98.37%
2000	798,919.00	782,294.00	97.92%	798,911.00	100.00%
1999	752,953.00	737,301.00	97.92%	752,953.00	100.00%
1998	800,562.00	779,987.00	97.43%	800,562.00	100.00%
1997	752,534.00	727,434.00	96.66%	752,534.00	100.00%
1996	722,308.00	658,178.00	91.12%	722,308.00	100.00%

TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER  
 CAPTURED PROPERTY TAX RATES IN THE TIFA DISTRICT #1  
 FISCAL YEARS ENDING JUNE 30

JULY 1 LEVY	FISCAL YEARS ENDING JUNE 30	CITY MILLAGE	LAPEER PUBLIC SCHOOLS MILLAGE	LAPEER INTERMEDIATE SCHOOLS MILLAGE	LAPEER COUNTY MILLAGE	STATE MILLAGE
2004	2005	8.7911	18.0000	2.9794	3.8539	6.0000
2003	2004	8.7911	18.0000	3.0084	3.8941	5.0000
2002	2003	8.7911	18.0000	3.0467	3.9454	6.0000
2001	2002	8.7911	17.6280	3.0773	3.9901	6.0000
2000	2001	8.7911	17.8079	3.1189	4.0460	6.0000
1999	2000	8.7911	17.8884	3.1605	4.0977	6.0000
1998	1999	8.7911	18.0000	3.1978	4.0405	6.0000
1997	1998	8.7911	18.0000	3.2223	4.0710	6.0000
1996	1997	8.7911	18.0000	3.2268	4.1920	6.0000
1995	1996	8.7911	18.0000	3.2268	4.1923	6.0000

**TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER**  
**SEV OF THE LARGEST TAXPAYERS ON TIFA DISTRICT #1'S AD VALOREM TAX ROLL**  
**FISCAL YEAR ENDING JUNE 30, 2005**

TAXPAYER	PRODUCT OR SERVICE	TAXABLE VALUE	PERCENT OF TAXABLE VALUE
Carlisle Engineered Products	Plastic Auto Parts	3,206,100.00	13.48%
Dott Industries	Chromeplating/Molding	2,326,000.00	9.78%
Albar Industries	Plastic Decorating & Auto	2,306,200.00	9.70%
Metokote Corporation	Plastic Auto Parts	2,115,700.00	8.90%
Lapeer Metal Products	Metal Stampings	2,098,800.00	8.83%
Hunters Creek MCH, LLC	Mobile Home Park	1,892,093.00	7.96%
American Shower and Bath	Bath Fixtures	1,793,800.00	7.54%
Lapeer Industries	Metal Machining & Fabricating	973,900.00	4.10%
ITW Foamseal	Foam Products	445,000.00	1.87%
Ovens, LLC	Motel	425,839.00	1.79%

**TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER**  
**SEV OF THE LARGEST TAXPAYERS ON TIFA DISTRICT #1'S IFT TAX ROLL**  
**FISCAL YEAR ENDING JUNE 30, 2005**

TAXPAYER	PRODUCT OR SERVICE	TAXABLE VALUE	PERCENT OF TAXABLE VALUE
Carlisle Engineered Products	Automotive Design	\$ 1,791,800.00	15.30%
American Shower and Bath	Bath Fixtures	1,683,600.00	14.38%
Dott Industries, Inc.	Chromeplating/Molding	1,422,000.00	12.14%
Testing Services Group, LLC	Manufacture & Testing Fuel Sys.	890,000.00	7.60%
Lapeer Industries, Inc.	Metal Machining & Fabricating	564,300.00	4.82%
S.J. Chain & Wire Rope, Inc.	Chain, wire rope & fittings, hoists, chain, special lifting fixture fabrication	70,000.00	0.60%
Allsons, Inc.	Custom die punches	88,900.00	0.76%
P & P Manufacturing	Pneumatic Parts and Air Tools	20,300.00	0.17%
Lesley Elizabeth	Gourmet Food Production/Processing	15,900.00	0.14%

## TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER

## FIFTEEN LARGEST EMPLOYERS IN TIFA DISTRICT #1

FISCAL YEAR ENDING JUNE 30, 2005

COMPANY	PRODUCT OR SERVICE	APPROXIMATE NUMBER OF EMPLOYEES
Dott Industries/Deco Plate	Automotive Industry	775
Lapeer Metal Products	Metal Stamping and assemblies	288
Carlisle Engineered Products	Automotive Design	210
Metokote Corp.	Electrostatic painting of small metal car parts	170
Albar Industries, Inc.	Automotive Decorating	167
American Shower and Bath	Vacuum Forming Bath Products	112
Lapeer Industries, Inc.	Machining and Fabrication of Metal	59
Webco Press	Printing	44
Testing Services Group	Testing & Engineering of Fuel Systems	32
Foamseal, Inc.	Foam products	29
P & P Manufacturing	Pneumatic Parts & Air Tools	25
Leslie-Elizabeth	Gourmet Food Production/Processing	22
Motion Machine, Inc.	Manufacturing of Industrial Machining and Automotated Equipment	21
Blue Water Printing	Printing	8

**TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER**  
**ELIGIBLE OBLIGATIONS, ELIGIBLE ADVANCES AND OTHER OBLIGATIONS**  
**SUPPORTED BY TAX INCREMENT REVENUES OF TIFA DISTRICT #1**  
**FISCAL YEAR ENDING JUNE 30, 2005**

Description	(1) ELIGIBLE OBLIGATIONS	(1) ELIGIBLE ADVANCES	(2) OTHER OBLIGATIONS
1998 TIFA Revenue Refunding Bond-Debt Service (3)	\$ 707,725.00	\$	\$
M-24/Demille Intersection Improvement			19,426.75
Community Center Operations			178,678.00
Community Center Equipment			3,838.00
McCormick Street Extension Project-Debt Service			24,060.00

(1) These obligations are eligible for the capture of Local School, Intermediate School, and State Education millages in an amount not to exceed the total of the eligible obligations. If Local School, Intermediate School, and State Education millages are insufficient, the TIFA district would then utilize the captured millages from the City and County millages. Once these obligations have been fully paid, the TIFA district will no longer capture Local School, Intermediate School, or State Education millages.

(2) These obligations are only funded from the capture of City and County millages.

(3) This obligation refunded the 1992 TIFA Revenue Bond. Bond proceeds less issuance cost together with other funds were deposited in an escrow fund ("TIFA Escrow Fund") held by First of America Bank, N.A., Birmingham, Michigan. ("Escrow Agent"), pursuant to an escrow agreement between the TIFA and the TIFA Escrow Agent ("TIFA Escrow Agreement") and used to purchase Government Obligations. The 1992 TIFA Revenue Bonds were called and defeased on June 1, 2002.

## TAX INCREMENT FINANCE AUTHORITY OF THE CITY OF LAPEER

## LISTING OF IFT CERTIFICATES

2004 TAX YEAR

CERTIFICATE	TAXPAYER	REAL	PERSONAL	TOTAL	EXPIRES
92-298	# Dott Industries Inc	\$ 257,000.00	\$	\$ 257,000.00	2006
92-299	Allsons Inc	69,500.00	19,400.00	88,900.00	2006
93-123	Lapeer Industries Inc	22,500.00	42,900.00	65,400.00	2005
95-075	Lapeer Industries Inc	35,000.00	134,800.00	169,800.00	2007
95-221	Dott Industries Inc	425,000.00	740,000.00	1,165,000.00	2008
96-010	SJ Chain & Wire Rope, Inc	70,000.00		70,000.00	2008
96-754	American Shower & Bath	975,000.00	708,600.00	1,683,600.00	2009
97-448	P & P Manufacturing		20,300.00	20,300.00	2004
98-364	Lapeer Industries Inc		159,700.00	159,700.00	2004
98-365	Carlisle Engineered Products		1,791,800.00	1,791,800.00	2004
99-126	Testing Services	290,000.00	270,000.00	560,000.00	2012
2002-091	Lesley Elizabeth		15,900.00	15,900.00	2008
2002-092	Lapeer Industries Inc		169,400.00	169,400.00	2008
2003-103	Testing Services	330,000.00		330,000.00	2015
	TOTAL	\$ 2,474,000.00	\$ 4,072,800.00	\$ 6,546,800.00	



## PRIMARY GOVERNMENT BONDS

**CITY OF LAPEER, MICHIGAN**  
**STATE EQUALIZED AND TAXABLE VALUATIONS**  
**AS OF JUNE 30, 2005**

ASSESSED VALUE AS OF DECEMBER 31	YEAR OF STATE EQUALIZATION AND TAX LEVY	CITY'S FISCAL YEAR ENDING JUNE 30	STATE EQUILIZED VALUATION	AD VALOREM TAXABLE VALUATION	TAXABLE VALUE
2003	2004	2005	\$ 271,558,300.00	\$ 208,369,033.00	\$ 231,240,833.00
2002	2003	2004	250,468,300.00	199,409,173.00	227,069,973.00
2001	2002	2003	241,424,900.00	196,721,655.00	226,930,655.00
2000	2001	2002	227,164,500.00	184,161,145.00	212,247,645.00
1999	2000	2001	196,564,900.00	173,358,537.00	203,730,537.00

**CITY OF LAPEER, MICHIGAN**  
**COMPONENTS OF SEV/TAXABLE VALUE**  
**AS OF JUNE 30, 2005**

	2004	2003	2002	2001	2000
Real Property					
Agricultural	\$	\$	\$	\$	\$
Commercial	69,964,110.00	66,702,873.00	65,214,886.00	61,872,028.00	59,020,716.00
Industrial	16,085,885.00	15,696,207.00	15,291,811.00	14,498,216.00	11,361,732.00
Residential	83,139,538.00	78,123,193.00	74,397,658.00	69,994,001.00	64,645,389.00
Real Dev.					
Total Real Prop.	169,189,533.00	160,522,273.00	154,904,355.00	146,364,245.00	135,027,837.00
Personal Prop.	39,179,500.00	38,886,900.00	41,817,300.00	37,796,900.00	38,330,700.00
Total Taxable Value	208,369,033.00	199,409,173.00	196,721,655.00	184,161,145.00	173,358,537.00
Real Property	81.20%	80.50%	78.74%	79.48%	77.89%
Personal Prop.	18.80%	19.50%	21.26%	20.52%	22.11%

**CITY OF LAPEER, MICHIGAN**  
**CITY WIDE MILLAGES**  
(PER \$1,000 OF TAXABLE VALUE)  
AS OF JUNE 30, 2005

TAXING UNIT	2004		2003	
	HOMESTEAD PROPERTIES	NON- HOMESTEAD PROPERTIES	HOMESTEAD PROPERTIES	NON- HOMESTEAD PROPERTIES
<b>CITY OF LAPEER</b>				
Operating	\$ 7.7911	\$ 7.7911	\$ 7.7911	\$ 7.7911
Infrastructure	1.0000	1.0000	1.0000	1.0000
<b>TOTAL CITY</b>	<b>8.7911</b>	<b>8.7911</b>	<b>8.7911</b>	<b>8.7911</b>
<b>COUNTY OF LAPEER</b>				
Lapeer County Operations (A)	3.8539	3.8539	3.8941	3.8941
Library (V)	0.8272	0.8272	0.8359	0.8359
Senior Citizens (V)	0.2500	0.2500	0.1233	0.1233
E-911 (V)				
Suncrest-MCF (V)	0.7428	0.7428	0.7506	0.7506
<b>TOTAL COUNTY</b>	<b>5.6739</b>	<b>5.6739</b>	<b>5.6039</b>	<b>5.6039</b>
<b>LAPEER INTERMEDIATE SCHOOL DISTRICT</b>				
Intermed. District Operation (A)	0.1899	0.1899	0.1918	0.1918
Special Education (V)	0.8452	0.8452	0.8534	0.8534
Vocational Education (V)	1.9443	1.9443	1.9632	1.9632
<b>TOTAL INTERMEDIATE SCHOOL DISTRICT</b>	<b>2.9794</b>	<b>2.9794</b>	<b>3.0084</b>	<b>3.0084</b>
<b>LAPEER SCHOOL DISTRICT</b>				
School Operating		18.0000		18.0000
School Debt	2.2320	2.2320	2.2500	2.2500
<b>TOTAL SCHOOL DISTRICT</b>	<b>2.2320</b>	<b>20.2320</b>	<b>2.2500</b>	<b>20.2500</b>
State Education	6.0000	6.0000	<u>5.0000</u>	<u>5.0000</u>
<b>TOTAL</b>	<b>\$ 25.6764</b>	<b>\$ 43.6764</b>	<b>\$ <u>24.6534</u></b>	<b>\$ <u>42.6534</u></b>

Note: Homestead means a dwelling or unit in a multiple-unit dwelling subject to ad valorem property taxes that is owned and occupied as a principal residence by the owner of the dwelling or unit. Homestead includes all unoccupied property classified as agricultural adjacent and contiguous to the home of the owner that is not leased or rented by the owner to another person if the gross receipts of the agricultural or horticultural operations, if any, exceed the household income of the owner. If the gross receipts of the agricultural or horticultural operations do not exceed the household income of the owner, the homestead includes only 5 acres adjacent and contiguous to the home of the owner. Homestead includes a life care facility registered under the living care disclosure act, Act 440, Public Acts of Michigan 1976, being sections 554.801 to 554.844 of the Michigan Compiled Laws. Homestead also includes property owned by a cooperative housing corporation and occupied as a principal residence by tenant stockholders. Non-homestead is property not included in the above definition.

2002		2001		2000	
HOMESTEAD PROPERTIES	NON- HOMESTEAD PROPERTIES	HOMESTEAD PROPERTIES	NON- HOMESTEAD PROPERTIES	HOMESTEAD PROPERTIES	NON- HOMESTEAD PROPERTIES
\$ 7.7911	\$ 7.7911	7.7911	\$ 7.7911	\$ 7.7911	\$ 7.7911
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
8.7911	8.7911	8.7911	8.7911	8.7911	8.7911
3.9454	3.9454	3.9901	3.9901	4.0460	4.0460
0.8470	0.8470	0.8566	0.8566	0.8686	0.8686
0.1250	0.1250	0.1201	0.1201	0.1218	0.1218
0.7605	0.7605	0.7692	0.7692	0.7238	0.7238
5.6779	5.6779	5.7360	5.7360	0.7800	0.7800
				6.5402	6.5402
0.1943	0.1943	0.1963	0.1963		
0.8643	0.8643	0.8730	0.8730	0.1990	0.1990
1.9881	1.9881	2.0080	2.0080	0.8848	0.8848
				2.0351	2.0351
3.0467	3.0467	3.0773	3.0773		
	18.0000		17.6280	3.1189	3.1189
		0.3750	0.3750		
	18.0000	0.3750	18.0030	0.6000	0.6000
6.0000	6.0000	6.0000	6.0000	0.6000	18.4079
\$ 23.5157	\$ 41.5157	23.9794	\$ 41.6074	6.0000	6.0000
				\$ 25.0502	\$ 42.8581

**CITY OF LAPEER, MICHIGAN**  
**TABLE OF PROPERTY TAX COLLECTIONS**  
**AS OF JUNE 30, 2005**

LEVIED JULY 1	FISCAL YEAR ENDED	AD VOLOREM TAX LEVY	IFT/CFT TAX LEVY	<u>COLLECTIONS TO MARCH 1 OF EACH YEAR</u>		<u>COLLECTIONS TO JUNE 30 OF EACH YEAR</u>	
				AMOUNT	PERCENTAGE	AMOUNT	PERCENTAGE
2004	2005	\$ 1,831,346.07	\$ 100,532.74	\$ 1,839,811.30	95.23%	\$ 1,854,547.45	96.00%
2003	2004	1,752,769.84	109,656.05	1,757,712.64	94.38%	1,840,073.96	98.80%
2002	2003	1,729,493.85	134,928.39	1,790,579.20	96.04%	1,853,254.32	99.40%
2001	2002	1,628,581.77	123,453.88	1,687,335.87	96.31%	1,752,035.65	100.00%
2000	2001	1,523,759.05	133,501.24	1,597,372.56	96.39%	1,656,821.18	99.97%

**CITY OF LAPEER, MICHIGAN**  
**10 YEAR HISTORY OF INCOME TAX REVENUE**  
**AS OF JUNE 30**

FISCAL YEAR	REVENUE NET OF REFUNDS	DOLLAR INCREASE FROM PRIOR YEAR	PERCENT AGE INCREASE FROM PRIOR YEAR
2005	\$ 2,243,650.17	\$ 79,614.43	3.68%
2004	2,164,035.74	113,213.93	5.52%
2003	2,050,821.81	(49,705.64)	-2.37%
2002	2,100,527.45	132,341.61	6.72%
2001	1,968,185.84	(136,863.90)	-6.50%
2000	2,105,049.74	167,896.33	8.67%
1999	1,937,153.41	131,939.45	7.31%
1998	1,805,213.96	77,618.52	4.49%
1997	1,727,595.44	52,420.51	3.13%
1996	1,675,174.93	142,928.26	9.33%

The tax rate is 1% of Taxable Income for Residents and 1/2% of Taxable Income for Non-Residents. A \$600 personal exemption is allowed for each exemption claimed. Determination of Taxable Income follows Federal Guidelines.

**CITY OF LAPEER, MICHIGAN**  
**GENERAL FUND REVENUES AND EXPENSES**  
**(FISCAL YEARS ENDING JUNE 30)**

	2005	2004	2003	2002	2001
Revenues	\$ 6,713,957.59	\$ 6,140,492.44	\$ 6,112,770.83	\$ 5,985,152.86	\$ 5,751,818.12
Expenses	4,865,086.28	4,666,149.58	4,794,289.08	4,769,176.44	4,519,069.44
Revenues Over (Under) Expenses	1,848,871.31	1,474,342.86	1,318,481.75	1,215,976.42	1,232,748.68
Operating Transfers In (Out)	(1,059,427.09)	(1,121,148.77)	(1,480,717.53)	(1,461,162.58)	(1,382,069.20)
Prior Period Adjust. Beginning Fund			6,159.82		
Balance (July 1)	1,530,849.34	1,177,655.25	1,333,731.21	1,578,917.37	1,728,237.89
Ending Fund Balance (June 30)	2,320,293.56	1,530,849.34	1,177,655.25	1,333,731.21	1,578,917.37



**CITY OF LAPEER, MICHIGAN**  
**DIRECT BONDED INDEBTEDNESS**  
AS OF JUNE 30, 2005

CATEGORY OF INDEBTEDNESS	PRINCIPAL AMOUNT OUTSTANDING	LESS SELF SUPPORTING BONDS AND THE REFUNDED BONDS	NET DIRECT DEBT
1986 Water Revenue Bond	\$ 35,000.00	\$ 35,000.00	\$
1987 Sewer Revenue Bond	280,000.00	280,000.00	
1996 Special Assessment Bond	15,000.00		15,000.00
1996 General Obligation Limited Tax Bond	15,000.00		15,000.00
1997 General Obligation Limited Tax Bond	100,000.00		100,000.00
1997 Special Assessment Bond	105,000.00		105,000.00
1998 General Obligation Limited Tax Bond	350,000.00		350,000.00
1998 Special Assessment Bond	620,000.00		620,000.00
1998 General Obligation Limited Tax Bond, Series B	60,000.00		60,000.00
1998 Special Assessment Bond, Series B	45,000.00		45,000.00
1998 TIF Revenue Refunding Bond	3,380,000.00	3,380,000.00	
1999 Building Authority Bond	695,000.00		695,000.00
2000 General Obligation Limited Tax Bond	175,000.00		175,000.00
2000 Special Assessment Bond	40,000.00		40,000.00
2001 Building Authority Bond	1,345,000.00		1,345,000.00
2001 General Obligation Limited Tax Bond	215,000.00		215,000.00
2001 Special Assessment Bond	130,000.00		130,000.00
2002 General Obligation Limited Tax Bond	465,000.00		465,000.00
2002 Special Assessment Bond	290,000.00		290,000.00
2002 Building Authority Refunding Bond	1,010,000.00		1,010,000.00
2002 Equipment Financing Contract	90,280.00		90,280.00
2002A Equipment Financing Contract	34,841.00		34,841.00
2003 General Obligation Limited Tax Bond	210,000.00		210,000.00
2003 Special Assessment Bond	190,000.00		190,000.00
2003 Equipment Financing Contract	146,453.00		146,453.00
2003A Equipment Financing Contract	16,000.00		16,000.00
2004 Equipment Financing Contract	12,500.00		12,500.00
2004A Equipment Financing Contract	199,031.00		199,031.00
2005 Equipment Financing Contract	152,000.00		152,000.00
Totals	\$ <u>10,421,105.00</u>	\$ <u>3,695,000.00</u>	\$ <u>6,726,105.00</u>

(1) Funds have been escrowed from the 1998 TIF Revenue Refunding Bond to pay all remaining debt service on the 1992 TIF Revenue Bond. The Tax Increment Finance Authority #1 has no further obligation on this bond issue. The 1992 TIF Revenue Bonds were called and defeased on June 1, 2002.

# CITY OF LAPEER, MICHIGAN

## DEBT STATEMENT

AS OF JUNE 30, 2005

	PRINCIPAL AMOUNT OUTSTANDING	LESS SELF SUPPORTING BONDS AND THE REFUNDED BONDS	NET DIRECT DEBT	NET DEBT (1)	
				PER CAPITA	PERCENT OF TAXABLE VALUATION
CITY DIRECT DEBT					
General Obligation Bonds (LTGO)	\$ 2,241,105.00	\$	\$ 2,241,105.00		
Special Assessment Bonds (LTGO)	1,435,000.00		1,435,000.00		
Building Authority Bonds (LTGO)	3,050,000.00		3,050,000.00		
Michigan Transportation Fund Bonds (LTGO)					
Tax Increment Revenue Bonds	3,380,000.00	3,380,000.00			
Water Revenue Bonds	35,000.00	35,000.00			
Sewer Revenue Bonds	280,000.00	280,000.00			
TOTAL DIRECT DEBT	<u>\$ 10,421,105.00</u>	<u>\$ 3,695,000.00</u>	<u>\$ 6,726,105.00</u>	<u>\$ 718.45</u>	2.91%
	TOTAL DEBT	CITY SHARE AS PERCENT OF TOTAL DEBT	NET CITY SHARE	NET CITY SHARE (1)	
				PER CAPITA	% of Taxable Valuation
CITY OVERLAPPING DEBT					
Lapeer School District	\$	16.57%	\$		
County of Lapeer	5,015,523.00	7.91%	396,728.00		
Lapeer Intermediate School District	1,075,000.00	8.88%	95,460.00		
TOTAL OVERLAPPING DEBT	<u>6,090,523.00</u>		<u>492,188.00</u>	<u>52.57</u>	0.21%
TOTAL CITY DIRECT AND OVERLAPPING DEBT	<u>\$ 16,511,628.00</u>		<u>\$ 7,218,293.00</u>	<u>\$ 771.02</u>	3.12%

(1) Based upon the 2000 population of 9,072 and 2003 Taxable Valuation of \$227,069,973.00.

**CITY OF LAPEER, MICHIGAN**  
**GENERAL OBLIGATION DEBT LIMITATION**  
AS OF JUNE 30, 2004

DESCRIPTION	ASSESSED VALUE
2004 Advolorum Assessed Value	\$ 271,558,300.00
2004 Ind. Facil. Assessed Value	22,871,800.00
	<hr/>
Total Assessed Value	294,430,100.00
	<hr/>
Debt Limitation Factor	10.00%
	<hr/>
Debt Limitation	29,443,010.00
	<hr/>
Total Indebtedness as of June 30, 2003	10,421,105.00
 <u>Debt Excluded from Debt Limitation</u>	
1986 Water Revenue Bond	35,000.00
1987 Sewer Revenue Bond	280,000.00
1996 Special Assessment Bond	15,000.00
1997 Special Assessment Bond	105,000.00
1998 Special Assessment Bond	620,000.00
1998 Special Assessment Bond, Series B	45,000.00
1998 TIF Revenue Refunding Bond	3,380,000.00
2000 Special Assessment Bond	40,000.00
2001 Special Assessment Bond	130,000.00
2002 Special Assessment Bond	290,000.00
2003 Special Assessment Bond	190,000.00
2002 Equipment Financing Contract	90,280.00
2002A Equipment Financing Contract	34,841.00
2003 Equipment Financing Contract	146,453.00
2003A Equipment Financing Contract	16,000.00
2004 Equipment Financing Contract	12,500.00
2004A Equipment Financing Contract	199,031.00
2005 Equipment Financing Contract	152,000.00
	<hr/>
Total Excludable Debt	5,781,105.00
	<hr/>
Net Indebtedness	4,640,000.00
	<hr/>
Amount Under (Over) Debt Limitation	\$ 24,803,010.00
	<hr/>
Debt applicable to limit as a percent of Assessed Value	1.58%

**CITY OF LAPEER, MICHIGAN**  
**INDEBTEDNESS OUTSTANDING FOR THE LAST FIVE YEARS**  
**(EXCLUDING REVENUE BONDS)**

FISCAL YEAR	AMOUNT OUTSTANDING*	DEBT PER CAPITA**	PERCENT DEBT TO SEV	PERCENT DEBT TO ACTUAL VALUATION	
2004-2005	\$ 7,227,766.37	\$ 796.71	3.47%	1.74%	(2)
2003-2004	\$ 8,168,846.55	\$ 900.45	4.10%	2.05%	(1)
2002-2003	8,846,213.34	975.11	4.50%	2.25%	(1)
2001-2002	9,857,855.10	1,086.62	5.35%	2.68%	(1)
2000-2001	10,065,114.93	1,109.47	5.81%	2.91%	(1)

\* Amount outstanding (including contracts payable and accumulated compensated absences)  
at the end of each fiscal year noted.

\*\* Calculated at a population level of 7,759.

(1) Calculated at a population level of 9,072.

(2) Calculated at an estimated population level of 9,362.

**CITY OF LAPEER, MICHIGAN**  
**MICHIGAN MUNICIPAL EMPLOYEES RETIREMENT SYSTEM**

ACTUARIAL	TOTAL ACCRUED LIABILITIES	ACCRUED ASSETS	UNFUNDED ACCRUED LIABILITIES	ASSETS AS PERCENT OF ACCRUED LIABILITIES
December 31, 2004	\$ 12,853,822.00	\$ 9,823,323.00	\$ 3,030,499.00	76%
December 31, 2003	11,968,367.00	9,380,754.00	2,587,613.00	78%
December 31, 2002	10,750,223.00	8,871,460.00	1,878,763.00	83%
December 31, 2001	9,712,841.00	8,708,627.00	1,004,214.00	90%
December 31, 2000	9,012,219.00	8,173,945.00	838,274.00	91%
December 31, 1999	7,833,044.00	7,488,506.00	344,538.00	96%
December 31, 1998	7,149,292.00	6,576,360.00	572,932.00	92%
December 31, 1997	6,715,201.00	5,986,764.00	728,437.00	89%
December 31, 1996	6,020,003.00	5,544,141.00	475,862.00	92%
December 31, 1995	5,576,200.00	5,171,672.00	404,528.00	93%

**CITY OF LAPEER, MICHIGAN**  
**HISTORY OF REVENUE SHARING PAYMENTS**

FISCAL YEAR END	REVENUE SHARING PAYMENT	INVENTORY REIMBURSEMENT	TOTAL
June 30, 2005	\$ 818,099.00	\$	\$ 818,099.00
June 30, 2004	862,709.00		862,709.00
June 30, 2003	889,506.00		889,506.00
June 30, 2002	1,037,526.00		1,037,526.00
June 30, 2001	938,510.00		938,510.00
June 30, 2000	836,253.00		836,253.00
June 30, 1999	791,618.00	24,827.00	816,445.00
June 30, 1998	749,548.00	24,827.00	774,375.00
June 30, 1997	726,495.00	24,827.00	751,322.00
June 30, 1996	694,256.00	24,827.00	719,083.00

# **CITY OF LAPEER, MICHIGAN**

## **TEN LARGEST TAXPAYERS**

<b>TAXPAYER</b>	<b>PRINCIPAL PRODUCT OR SERVICE</b>	<b>2003 TAXABLE VALUATION</b>	<b>PERCENT OF 2003 TAXABLE VALUATION</b>
Detroit Edison Company	Electric utility	\$ 6,093,000.00	2.63%
Lemforder ZF Corporation	Machine automotive and industrial metal products	5,062,500.00	2.19%
Carlisle Engineered Products	Injection and blow-molded plastic automotive parts	4,997,900.00	2.16%
H & H Tools, Inc.	Manufacture of transmission, hydraulic, and AC parts	4,468,700.00	1.93%
Meijer, Inc.	Retail store	4,350,700.00	1.88%
Dott Industries, Inc.	Chrome plating	3,748,000.00	1.62%
Rolling Hills Apartments, Inc.	Apartments	3,658,683.00	1.58%
American Shower and Bath	Vacuum forming bath products	3,477,400.00	1.50%
Lapeer Associates LLC	Rental management-commercial	3,153,878.00	1.36%
Citizens Leasing Corporation	Leasing of industrial machines	2,779,100.00	1.20%

**CITY OF LAPEER, MICHIGAN**  
**INDUSTRIAL FACILITIES TAX ROLL**  
**FOR THE 2003 TAX YEAR**

YEAR OF TRANSFER TO AD VALOREM TAX ROLL	I.F.T. TAXABLE VALUE
2004	\$
2005	2,087,500.00
2006	1,227,400.00
2007	1,144,800.00
2008	719,800.00
2009	1,968,000.00
2010	3,380,500.00
2011	990,000.00
2012	2,682,900.00
2013	937,400.00
2014	7,379,900.00
2015	
2016	330,000.00
2017	
2018	<u>23,600.00</u>
TOTAL	\$ <u><u>22,871,800.00</u></u>



**CITY OF LAPEER, MICHIGAN**  
**TWELVE LARGEST EMPLOYERS**

COMPANY NAME	NUMBER OF EMPLOYEES	PRINCIPAL PRODUCT OR SERVICE
Lapeer Community Schools	790	Education
Lapeer Regional Hospital	780	Medical Services
Dott Industries/Deco Plate	775	Automotive Industry
Wal-Mart	575	Retail Sales
Lapeer County	476	County Management
Meijer	425	Retail Sales
Thumb Correctional Facility	350	Correctional Facility
Lapeer Metal Stamping	288	Metal Stamping and Assemblies
Carlisle Engineered Products	210	Automotive Design
Albar Industries, Inc.	167	Automotive Decorating
ZF Lemforder Corp	165	Automotive Industry
K-Mart	90	Retail Sales